

RECEIVED AUG 2 4 2005

ConocoPhillips Company 6825 South 5300 West P.O. Box 851 Price, UT 84501

DIV. OF OIL, GAS & MINING

August 16, 2005

Ms. Diana Whitney State of Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 SLC, Utah 84114-5801

RE: Application for Permit to Drill-Liddell 29-854, SE/4 NE/4 Sec. 29 T14S, R10E, SLB & M, Carbon County, Utah

Dear Ms. Whitney:

Enclosed is a revised *Application for Permit to Drill* (APD) for the Liddell 29-854 well. Please discard the previous submittal and replace with this APD. Included with the APD is the following information:

Exhibit "A"- Survey Plat of the Proposed Well Site;

Exhibit "B" - Proposed Location Map with Pipeline, Power, and Road Access;

Exhibit "C" - Drilling Site Layout;

Exhibit "D" - Drilling Information

Exhibit "E" - Multipoint Surface Use Plan

Exhibit "F" - Typical Road Cross-section;

Exhibit "G" - BOP Diagram;

Exhibit "H" - Typical Wellhead Manifold;

Exhibit "I" - Evidence of Bond;

CONFIDENTIAL

FORM 3

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

AMENDED REPORT (highlight changes)

						5. MINERAL LEASE NO: Private	6. SURFACE: Fee			
1A. TYPE OF WORK: DRILL . REENTER . DEEPEN .						7. IF INDIAN, ALLOTTEE OR TRIBE NAME:				
B. TYPE OF WELL: OIL. GAS OTHER SINGLE ZONE MULTIPLE ZONE							ᄄᆜᆝ	8. UNIT of CA AGREEMENT Undesignated		
2. NAME OF OPER									9. WELL NAME and NUMBER Liddell 29-854	₹
ConocoPhil 3. ADDRESS OF C		ariy			-	PHONE NUMBE	R:		10. FIELD AND POOL, OR W	NLDCAT: \sqrt{X}
P.O. Box 85	51	CITY Price		TE UT ZIP 845		(435) 613	9777		. Undesignated 11. QTR/QTR, SECTION, TO	murardi
4. LOCATION OF	•	•	5155	18X	39.	5804	34		MERIDIAN:	WNSHIP, RANGE,
AT SURFACE:	2084' FNL	, 1172' FEL		19984		81921	a		SENE 29 14	S 10E S
AT PROPOSED	PRODUCING ZO	NE:	1200	1-1-10	110.	01150	,			
14. DISTANCE IN	MILES AND DIRE	CTION FROM NEARE	ST TOWN OR PO	ST OFFICE:					12. COUNTY:	13, STATE: UTAH
1.6 miles	south of Pr	rice, Utah							Carbon	
15. DISTANCE TO	NEAREST PRO	PERTY OR LEASE LIN	E (FEET)	16. NUMBER OF	F ACRES IN LEAS			17. NU	MBER OF ACRES ASSIGNED	
100'						4.37	acres			160'
18. DISTANCE TO APPLIED FOR	NEAREST WELL ON THIS LEASE	L (DRILLING, COMPLI E (FEET)	TED, OR	19. PROPOSED	DEPTH:				ND DESCRIPTION:	
1400'	·						,620	ł	tary	
	(SHOW WHETHE	ER DF, RT, GR, ETC.)		9/15/200	ATE DATE WORK	WILL START:		23. ES	TIMATED DURATION:	
5560' GR	· · · · · · · · · · · · · · · · · · ·			9/15/200	<u></u>					
24.			PROPOS	SED CASING A	ND CEMEN					
SIZE OF HOLE	CASING SIZE	, GRADE, AND WEIGH	IT PER FOOT	SETTING DEPTH		CEMENT	TYPE, QUA	ANTITY, Y	YIELD, AND SLURRY WEIGH	T
15"	12 3/4"	Conductor		40		1100011			<u>-</u>	
11"	8 5/8".	J-55	24#/ft	162	70 sks G	+2% CaCl	1	/4#/sl	kD29	
7 7/8"	5 1/2"	N-80	17#/ft	2,033	100 sks 5	0/50 POZ	89	%D20	,10% D44,2%S00	1 1/4#/skD29
					90 sks 10	-1 RFC Ta	il			
				.						
	<u> </u>			· · · · · · · · · · · · · · · · · · ·						
25.				ATTA	CHMENTS					
	LOWING ARE AT	TACHED IN ACCORD	ANCE WITH THE	UTAH OIL AND GAS C		GENERAL RULE	S:			
_					. —					
✓ WELL PL	AT OR MAP PRE	PARED BY LICENSED	SURVEYOR OR	ENGINEER		MPLETE ORILLII				
Z EVIDENO	CE OF DIVISION (OF WATER RIGHTS A	PPROVAL FOR US	SE OF WATER	FOI	RM 5, IF OPERA	TOR IS PE	RSON O	R COMPANY OTHER THAN T	THE LEASE OWNER
	lean	Semborski			TITL	Constru	ction/A	Asset	Integrity Superviso	or
NAME (PLEASE	PRINT) OGGIL	1	//	•						
SIGNATURE	113	an //in	proh		DATE	8/16/20		-CE	EIVED	
(This space for State use only) Approved by the										
				Utah Di	ivision of	f I	A	JUG 2	4 2005	
API NUMBER AS	signed: 4	13-007-310	955	<u>Oil,</u> Gas a	and Mini	79 <u>~</u> ^				
	•		Da	te: \Q9 - 1	3051		DIK O	F OIL,	GAS & MINING	

(11/2001)

BRASS CAP (SEARCHED FOR, BUT NOT FOUND)

CALCULATED CORNER

GLO

GPS MEASURED

Range 10 East

(5260.20')

N89°21'24"E - 2657.21'

NW CORNER

ELEV. 5623

Location:

N00°32'35

THE WELL LOCATION WAS DETERMINED USING A TRIMBLE 4700 GPS SURVEY GRADE UNIT.

Basis of Bearing: The Basis of Bearing is GPS Measured.

GLO Bearing: THE BEARINGS INDICATED ARE PER THE RECORDED PLAT OBTAINED FROM THE U.S. LAND OFFICE.

Basis of Elevation of 5623' BEING AT THE NORTHWEST SECTION CORNER OF SECTION 29, TOWNSHIP 14 SOUTH, RANGE 10 EAST, SALT LAKE BASE AND MERIDIAN, AS SHOWN ON THE PRICE QUADRANGLE 7.5 MINUTE SERIES MAP.

Description of Location:
PROPOSED DRILL HOLE LOCATED IN THE SEI/4 NEI/4 OF SECTION 29, TI4S, RIOE, S.L.B.&M., BEING 2083.91' SOUTH AND 172.28' WEST FROM THE NORTHEAST SECTION CORNER OF SECTION 29, TI4S, RICE, SALT LAKE BASE & MERIDIAN.

Surveyor's Certificate:

I, Albert J. Spensko, a Registered Professional Land Surveyor, holding Certificate 146652 State of Utah, do hereby certify that the information on this drawing is a true and accurate survey based on data of record and was conducted under my personal direction and supervision as shown hereon.



GRAPHIC SCALE

1 inch = 1000 ft.



TALON RESOURCES, INC.

195 North 100 West P.O. Box 1230 Huntington, Utah 84528 Phone (435)687-5310 Fax (435)687-5311 E-Mail taloneetv.net

ConocoPhillips Company

Exhibi

c

WELL #29-854 Section 29, 714S, R10E, S.L.B.&M. Carbon County, Utah

Drawn By: J. STANSFIELD	Checked By: L.W.J./A.J.S.		
Drawing No.	Date: 08/04/04 Scale: 1" = 1000'		
A-1			
Street 1 et 4	Job No. 1420		

I. UTM AND LATITUDE / LONGITUDE COORDINATES ARE DERIVED USING A GPS PATHFINDER AND ARE SHOWN IN NAD 27 DATUM.

N89°22'55"E - 2635.05'

.AT / LONG 39°34'51"N 110°49'11"W



Kile Thompson Agent, PTRRC

ConocoPhillips Company 3960 E. 56th Ave. Commerce City, CO 80022 Office:303.376.4368

Cell: 303.419.9513 Fax: 303.376.4368

August 4, 2005

Division of Oil, Gas and Mining Attention: Diane Whitney 1594 West North Temple, Suite 1210 Salt Lake City, Utah 84116

Re: Surface Use Agreements for Liddell 29-854 well

Dear Ms. Whitney:

Enclosed is a copy of the Surface Use and Damage Agreement entered into between ConocoPhillips Company and William Blake and Karla Joy Liddell. ConocoPhillips is prepared to construct, drill, and produce the Liddell 29-854 well.

We are sending you this agreement in order to show the D.O.G.M. that we have secured permission from the landowners to construct, drill, and produce this well. If you need any other information please don't hesitate to contact me at 303.376.4368 if you have questions.

Sincerely.

Kile A. Thompson

Enc.

RECEIVED
AUG 0 5 2005

SURFACE USE AND DAMAGE AGREEMENT

This Agreement is made and entered into, effective as of the 30th day of November, 2004 ("Effective Date") by and between **William Blake Liddell** and **Karla Joy Liddell**, whose address is 1398 Fairgrounds Road, Price, Utah, 84501, (collectively "**Grantor**"), and **ConocoPhillips Company**, a Delaware Corporation, whose address is Real Property Administration, P.O. Box 7500, Bartlesville, Oklahoma, 74005-7500, ("**Grantee**").

RECITALS

- A. Grantor owns the surface estate or otherwise controls the surface rights in and to the property described in **Exhibit A**, attached hereto and made a part of this Agreement ("**Property**"), and in the location depicted on Exhibit B, attached hereto and made a part hereof (the "**Right of Way**").
- B. Grantee owns or operates mineral leases and rights, including but not limited to coal bed methane leases and rights, and may become holder of other mineral leases and rights, including but not limited to coal bed methane leases and rights, underlying and in the vicinity of the Property ("Leases") and desires to enter on the Property for the purposes of conducting oil and gas operations related to the Leases ("Operations").
- **C.** In addition to the rights granted in the Leases, Grantee desires to obtain the right to use the Property for the purpose of access to and from the Leases and right of way related to its Operations.
- **D.** Grantor and Grantee desire to stipulate and agree on the rights to be granted by Grantor to Grantee and the compensation and damages to be paid for such rights.

AGREEMENT

In consideration of the foregoing recitals and the terms, covenants and conditions contained herein, Grantor and Grantee agree as follows:

1. Right-of-Way. Grantor grants to Grantee, and all of its parent, subsidiary, or other affiliated companies, their agents, employees, and others authorized by them, a private right of way upon and across the Property as Grantee may

reasonably require for well locations, access roads, gathering system pipelines, transmission pipelines, power lines and associated facilities, related to its Operations ("Right-of-Way"). Grantor warrants that it is the owner of the Property and has the legal right to grant the Right-of-Way described herein and that Grantee shall have the quiet use and enjoyment of the Property in accordance with the terms and conditions of this Agreement.

- 2. Location and Specifications of Well Site and Pipeline, Utility and Road Right of Way. In general the southern edge of the well pad location shall correspond to the southern edge of the access road. The access road right of way will be limited to 25 feet in width and will run from the driveway area adjacent to the landowners' home to the well pad location. The pipeline and utility right of way will be restricted to a 20 foot wide permanent right of way. Additionally a 10 foot temporary right of way on the east side of the permanent right of way will be used during the construction of the well pad location. The additional temporary right of way will expire 1 year from the date construction begins. The exact location of the well site and width of the right of ways are described in the attached survey and drawings Exhibit.
- 3. Notification to and Consultation with Grantor. Grantee agrees to notify Grantor in advance of entry on the Property for the purpose of drilling and construction activities relating to the Leases and its Operations. Grantee also agrees to consult with Grantor as to the location of well sites, roads, pipelines and power lines and other associated facilities and will make reasonable efforts to accommodate Grantor's concerns, if any.
- 4. <u>Compensation</u>. As compensation and damages for Grantee's use of any of the Property under the Leases and for its Operations, Grantee will pay to Grantor as follows:
 - **A. Well Locations**. \$7,500.00 lump sum payment for the surface used for each well location, which shall include compensation and damages for subsequent facilities for Grantee's Operations on the same surface area.
 - B. Right of Way for Roads, Pipelines and Underground Power Lines. \$15.00 per rod lump sum payment for right of way not to exceed fifty (50') feet in width containing but not limited to access road(s), pipeline(s) and/or underground power line(s) and related facilities. Such compensation shall include the right for Grantee, from time to time and at any time or times, to lay, construct, operate, inspect, maintain, repair, replace with same or different size pipe, remove, or abandon in place such pipeline(s) and/or underground power line(s). Such compensation also includes the right for Grantee to construct from time to time and at any time or times additional

pipelines, appurtenances, valves, metering equipment, cathodic protection, wires, conduits, cables, and/or underground power lines and other facilities needed for its Operations within the Right-of-Way granted.

C. Special Damages. Grantee shall pay Grantor a one-time lump sum payment in the amount of \$20,000.00 for special damages.

4. Payments.

- A. Grantee shall pay Grantor all compensation set forth in Paragraph 3 of this Agreement on or before December 31, 2004.
- **B.** For taxation purposes, all compensation paid pursuant to this Agreement for well locations, outlined in Paragraph 3 section A, shall be compensation for surface damages to the Property.
- C. For taxation purposes, fifty (50) percent of compensation paid pursuant to this Agreement for other facilities related to Grantee's Operations and/or for Right-of-way for access roads, pipelines and underground power lines shall be in consideration for the right of way to use the Property and fifty (50) percent shall be paid as compensation for surface damages to the Property.
- **5.** Release. Grantor acknowledges the receipt and sufficiency of all compensation paid by Grantee pursuant to this Agreement as full and complete settlement for and as a release of all claims for loss, damage or injury to the Property arising out of Grantee's Operations.

6. Conduct of Operations.

- A. All of Grantee's Operations shall be conducted in a safe and workmanlike manner and in compliance with all applicable federal, state or local laws, rules or regulations.
- B. Grantee will design and construct well locations to provide a safe working area while reasonably minimizing the total surface area disturbed.
- C. At the time any access road is initially constructed, Grantee will install a cattleguard at each existing fence line crossed by such access road.

- **D.** All disturbed areas affected by drilling or subsequent operations, except areas reasonably needed for production operations, shall be maintained by Grantee to control dust and minimize erosion.
- C. During drilling, production and reclamation operations, Grantee shall keep all disturbed areas as reasonably free of noxious weeds as practicable.

7. Reclamation.

- **A.** All disturbed areas affected by drilling or subsequent operations, except areas reasonably needed for production operations, shall be reclaimed by Grantee as early as practicable and as nearly as practicable to their original condition.
- **B.** Grantee shall consult with Grantor regarding seed mix to be used for reseeding.
- C. Grantee shall notify Grantor prior to final reclamation operations on the Property, including plugging and abandonment, and shall comply with any federal, state or local notification rules, regulations or requirements. Grantee shall use its reasonable efforts to consult in good faith with Grantor and reasonably accommodate Grantor's concerns, if any, regarding all aspects of final reclamation, including but not limited to timing of such operations, topsoil protection and reclamation of the Property. All final reclamation operations shall comply with all applicable federal, state or local laws, rules or regulations.

8. Access Road and Gates.

- A. The access road as described in the attached drawing will be constructed within a right of way no more than 25 feet in width or no greater than the already existing road.
- B. The road segment from the existing gate to the well location shall have 6 inches of gravel added and dust control will be accomplished through the use of magnesium chloride.
- C. The driveway area adjacent to Grantor's house will have a chip and seal surface applied, if the equipment is available locally. If the equipment is not available locally screened rock will be applied 2 inches deep and sized as per landowner's request.
- **D.** A two panel gate along with a cattle guard will be installed to replace the existing gate.

- **E.** The access road as described in this paragraph shall be the only access road available for motorized vehicles to approach the well site. All other motor vehicle access will be prohibited.
- **9.** Relocation of Irrigation line. A 6 inch irrigation line currently transects the proposed well site. This irrigation line will be removed and relocated after the well is constructed and will be re-installed outside of the well pad location.
- on the southern edge of the well pad location. Earthen fill material will be available from the field adjacent to the well pad site. This fill material should be used to construct the containment berm and any other necessary earthworks. The area from which the earthen fill material is removed will be graded so that it is conducive to standard irrigation practices.
 - 11. <u>Designated Contact Person</u>. Grantor and Grantee designate the following as their primary contact person for discussions, consultation and/or notification purposes:

William Liddell 1398 Fairgrounds Road Price, Utah 84501 Phone: 435-637-9429 Kile A. Thompson
ConocoPhillips Company
Property Tax, Real Estate,
Right of Way and Claims
Denver Terminal
3960 East 56th Avenue
Commerce City, Colorado 80022
Phone: 303-376-4368
Fax: 303-376-4377

Grantor or Grantee may notify the other of a change in its designated contact person.

- 12. <u>Assignability</u>. This Agreement may be assigned by Grantee without Grantor's consent to any person or entity holding an oil and gas leasehold interest in the Property but may not otherwise be assigned without Grantor's prior written consent.
- 13. <u>Binding Effect</u>. All provisions of this Agreement shall be binding on and inure to the benefit of Grantor and Grantee and their heirs, executors, administrators, successors and assigns.
- **14.** <u>Termination</u>. This Agreement shall terminate when Grantee notifies Grantor that it has permanently ceased Operations related to this Agreement.

- 15. Recordability. This Agreement may only be recorded with the written consent of both Grantor and Grantee. Grantor and Grantee agree to execute a memorandum version of this Agreement, which may be recorded.
- 16. Shall Not Diminish Other Rights. Except as otherwise specifically provided for in this Agreement, no other rights held by Grantee to and in the Property relating to the Leases or other acquisition of rights shall be diminished by this Agreement.
- 17. <u>Counterparts</u>. This Agreement may be executed in two or more original counterparts, all of which together shall constitute one and the same Agreement.

EXECUTED as of the date of acknowledgement, but this Agreement is effective as of the first date mentioned above.

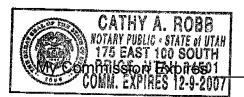
GRANTOR:	GRANTEE:
WILLIAM BLAKE LIDDELL	CONOCOPHILLIPS COMPANY
Blake Siddle KARLA JOY LIDDELL	By: Michael J. moore Title: Attorney-in-Fact
SALA JA JANA	Michael J. Moore Attorney-in-Fact
Social Security Numbers	

528-54-3336

State of UTAH	}
County of CARBON	}

I, the undersigned authority, a Notary Public in and for said County in said State, hereby certify that **William Blake Liddell**, whose name is signed to the foregoing Surface Use and Damage Agreement, and who is known to me, acknowledged before me on this day that, being informed of the contents of the instrument, he executed the same voluntarily.

Given under my hand and official seal, this the <u>221d</u> day of <u>Duemlur</u>, 2004.



Cathy A. Robb-Notary Public

State of UTAH

County of CARBON

I, the undersigned authority, a Notary Public in and for said County in said State, hereby certify that **Karla Joy Liddell**, whose name is signed to the foregoing Surface Use and Damage Agreement, and who is known to me, acknowledged before me on this day that, being informed of the contents of the instrument, she executed the same voluntarily.

Given under my hand and official seal, this the and day of December 2004.



Cathy A. Robb-Notary Public

State of }
County of HUTCHINSON }
I, the undersigned authority, a Notary Public in and for said County in said State, hereby certify that,
whose name as Attorney-in-Fact of ConocoPhillips Company, is signed to the foregoing Surface Use and Damage Agreement, and who is known to me, acknowledged before me on this day that, being informed of the contents of the instrument he, as authorized agent and with full authority, executed the same voluntarily and as the act of said corporation.
Given under my hand and official seal, this the 29th day of December, 2004. FRAN BRADEN NOTARY PUBLIC, STATE OF TEXAS Notary Public Notary Public
My Commission Expires June 9, 2008

EXHIBIT A

TOWNSHIP 14 SOUTH, RANGE 10 EAST, S.L.B.&M. Carbon County, Utah:

Section 29: Beginning 50 feet West and 510 North from the Southeast corner of the Northeast ½ of the 29 Township 14 South.

Range 10 East,

Thence West 1270 feet, Thence North 150 feet, Thence East 1270 feet.

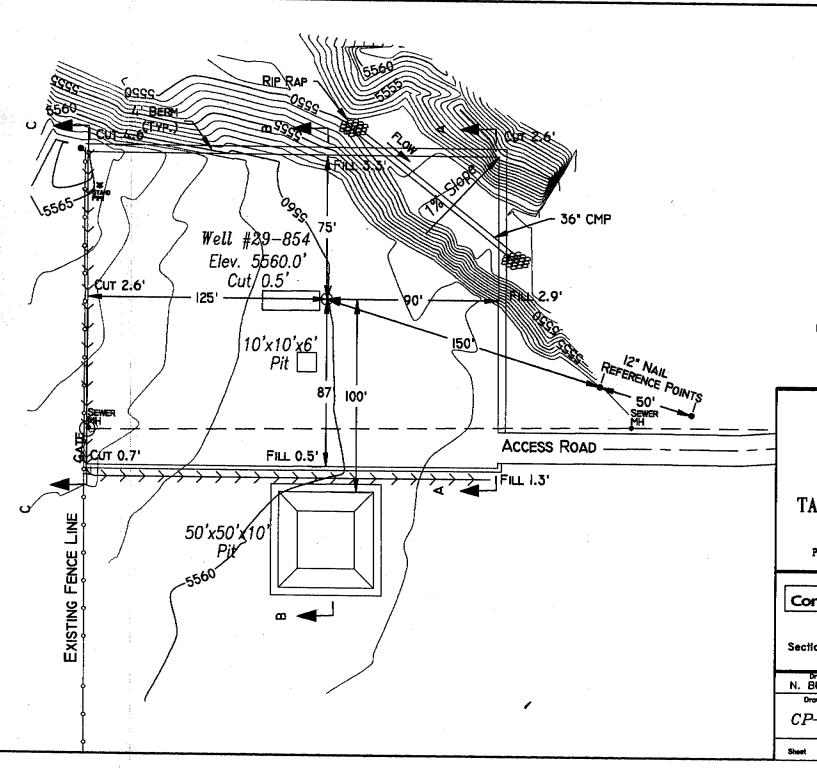
Thence South 150 feet to beginning.

Parcel No. 02-1670-0002

And

Beginning at a point 50 fee West and 330 feet North of the Southeast corner of the Northeast quarter of Section 29, Township 14 South, Range 10 East, Salt Lake Base and Meridian; running thence West 1270 feet; Thence North 330 feet; Thence East 1270 feet; Thence South 330 feet, to the place of beginning.

Parcel No. 02-1670-0000







TALON RESOURCES, INC.

195 North 100 West P.O. Box 1230 Huntington, Utah 84528

Phone (435)687-5310 Fax (435)687-5311 E-Mail talonoetv.net

ConocoPhillips Company

LOCATION LAYOUT Section 29, T14S, R10E, S.L.B.&M. WELL #29-854

	23-0J4		
N. BUTKOVICH	Checked By: L.W.J.		
Drawing No.	Date: 12/13/04		
CP-1558	Scale: 1" = 50'		
Sheet 2 of 2	Job No. 1558		

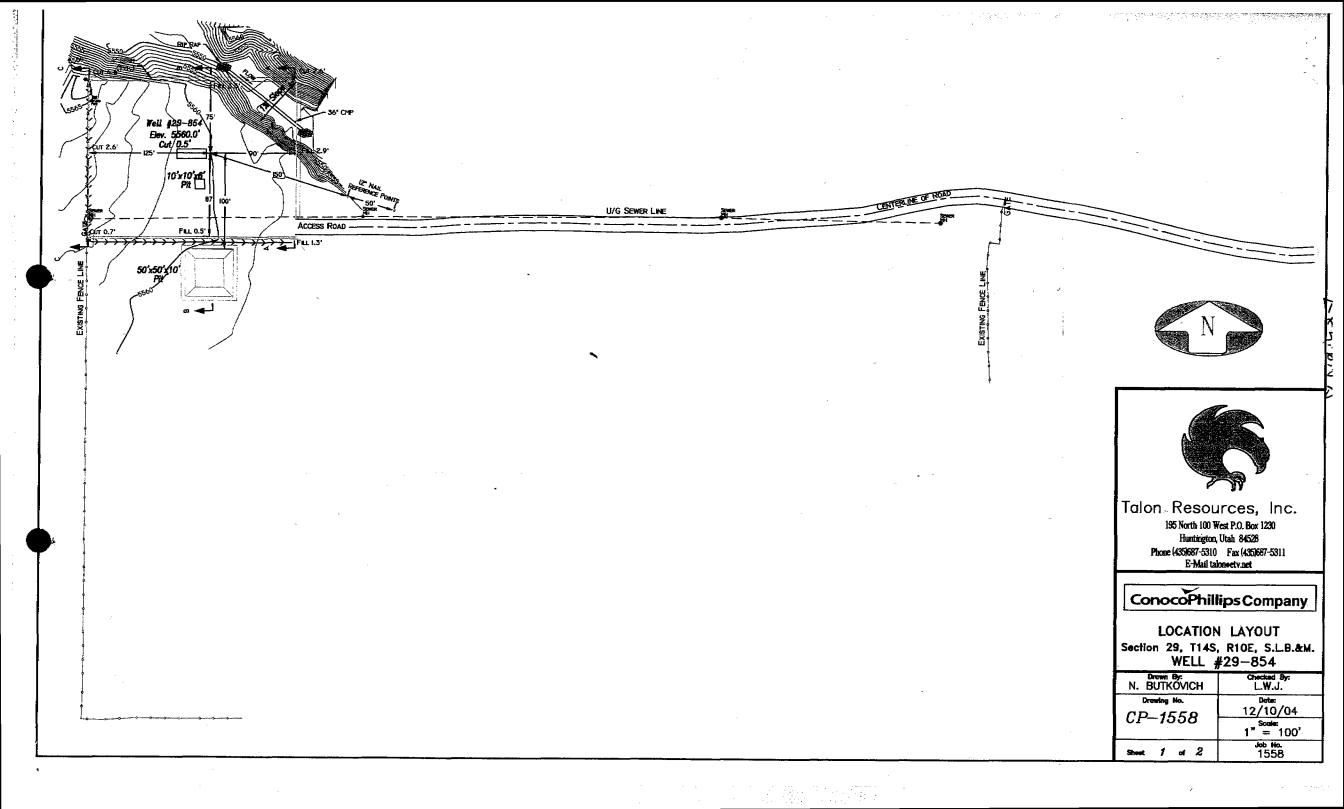


EXHIBIT "D" DRILLING PROGRAM

Attached to Form 3 ConocoPhillips Company Liddell 29-854 SE/4, NE/4, Sec.29, T14S, R10E, SLB & M 2084' FNL, 1172' FEL Carbon County, Utah

1. The Surface Geologic Formation

Mancos Shale

2. Estimated Tops of Important Geologic Markers

Blue Gate/Ferron

1120'

3. Projected Gas & H2O zones (Ferron Formation)

Coals and sandstones 1150' - 1320'

No groundwater is expected to be encountered.

Casing & cementing will be done to protect potentially productive hydrocarbons, lost circulation zones, abnormal pressure zones, and prospectively valuable mineral deposits. All indications of usable water will be reported.

Surface casing will be tested to 1400 psi.

4. The Proposed Casing and Cementing Programs

HOLE	SETTING DEPTH	SIZE WEIGHT,GRADE	NEW,
SIZE	(INTERVAL)	(OD) <u>& JOINT</u>	<u>USED</u>
15"	40'	12-3/4" Conductor	New
11"	162'	8-5/8" 24#ST&C	New
7-7/8"	2033'	5-1/2 17#LT&C	New

Cement Program -

Surface Casing:

70 sks G+2%CaCl+1/4#per sack flocel;15.8#/gal,density, 1.15 cu.ft/sk yield. Every attempt will be made to bring

cement back to surface.

Production Casing:

100 sks 50/50 poz 8%gel +2%CaCl+10%extender;12.5#/gal,

density, 1.92 cu.ft/sk yield.

90 sks "G" thixotropic, 14.2#/gal density, 1.61 cu.ft/sk yield

The following shall be entered in the driller's log:

- 1) Blowout preventer pressure tests, including test pressures and results;
- 2) Blowout preventer tests for proper functioning;
- 3) Blowout prevention drills conducted;
- 4) Casing run, including size, grade, weight, and depth set;
- 5) How the pipe was cemented, including amount of cement, type, whether cement circulated, location of the cementing tools, etc.;
- 6) Waiting on cement time for each casing string;
- 7) Casing pressure tests after cementing, including test pressures and results.

5. The Operator's Minimum Specifications for Pressure Control

Exhibit "G" is a schematic diagram of the blowout preventer equipment. A double gate 3000 psi BOPE will be used with a rotating head. This equipment will be tested to 2000 psi. All tests will be recorded in a Driller's Report Book. Physical operation of BOP's will be checked on each trip.

6. The Type and Characteristics of the Proposed Circulating Muds

0-300	11" hole	Drill with air, will mud-up if necessary.
300-TD	7 7/8" hole	Drill with air. 400 psi @ 1500-1800 Scf.

7. The Testing, Logging and Coring Programs are as followed

300-TD Gamma Ray, Density, Neutron Porosity, Induction, Caliper

Any Anticipated Abnormal Pressures or Temperatures

No abnormal pressures or temperatures have been noted or reported in wells drilled in the area nor at the depths anticipated in this well. Bottom hole pressure expected is 531 psi max. No hydrogen sulfide or other hazardous gases or fluids have been found, reported or are known to exist at these depths in the area.

8. Anticipated Starting Date and Duration of the Operations.

The well will be drilled around September 2005.

Verbal and/or written notifications listed below shall be submitted in accordance with instructions from the Division of Oil, Gas & Mining:

- (a) prior to beginning construction;
- (b) prior to spudding;
- (c) prior to running any casing or BOP tests;
- (d) prior to plugging the well, for verbal plugging instructions.

Spills, blowouts, fires, leaks, accidents or other unusual occurrences shall be reported to the Division of Oil, Gas & Mining immediately.

EXHIBIT "E" MULTIPOINT SURFACE USE PLAN

Attached to Form 3 ConocoPhillips Company Liddell 29-854 SE/4, NE/4, Sec. 29, T14S, R10E, SLB&M 2084' FNL, 1172' FEL Carbon County, Utah

1. Existing Roads

- a. We do not plan to change, alter or improve upon any existing state or county roads.
- b. Existing roads will be maintained in the same or better condition. See Exhibit "B".

2. Planned Access

Approximately 800' of new access is required (See Exhibit "B")

- a Maximum Width: 24' travel surface with 27' base
- b. Maximum grade: 3%
- c. Turnouts: None
- d. Drainage design: 2 culvert(s) may be required. Water will be diverted around well pad as necessary.
- e. If the well is productive, the road will be surfaced and maintained as necessary to prevent soil erosion and accommodate year-round traffic.
- f. Pipe and Power lines will follow the proposed access road.

3. Location of Existing Wells

a. See Exhibit "B". There are 2 proposed and 4 existing wells within a one-mile radius of the proposed location.

4. Location of Existing and/or Proposed Facilities

- a. If the well is a producer, installation of production facilities will be as shown on Exhibit "H". Buried powerlines run along access on the east and north, gathering lines on the south or west.
- b. Rehabilitation of all pad areas not used for production facilities will be made in accordance with landowner stipulations.

5. Location and Type of Water Supply

- a. Water to be used for drilling will be purchased from the Price River Water Improvement District (a local source of municipal water) (tel. 435-637-6350).
- b. Water will be transported by truck over approved access roads.
- c. No water well is to be drilled for this location.

6. Source of Construction Materials

- a. Any necessary construction materials needed will be obtained locally and hauled to the location on existing roads.
- b. No construction or surfacing materials will be taken from Federal/Indian land.

7. Methods for handling waste disposal

- a. As the well will be air drilled, a small reserve pit will be constructed with a minimum of one-half the total depth below the original ground surface on the lowest point within the pit. The pit will not be lined unless conditions encountered during construction warrant it or if deemed necessary by the DOGM representative during the pre-site inspection. Three sides of the reserve pit will be fenced within 24 hours after completion of construction and the fourth side within 24 hours after drilling operation cease with woven wire topped with barbed wire to a height of not less than four feet. The fence will be kept in good repair while the pit is drying.
- b. Following drilling, the liquid waste will be evaporated from the pit and the pit back-filled and returned to natural grade. No liquid hydrocarbons will be discharged to the reserve pit or location.
- c. In the event fluids are produced, any oil will be retained in tankage until sold and any water produced will be retained until its quality can be determined. The quality and quantity of the water will determine the method of disposal.
- d. Trash will be contained in a portable metal container and will be hauled from location periodically and disposed of at an approved disposal site. Chemical toilets will be placed on location and sewage will be disposed of at an appropriate disposal site.

8. Ancillary Facilities

a. We anticipate no need for ancillary facilities with the exception of one trailer to be located on the drill site.

9. Wellsite Layout

- a. Available topsoil will be removed from the location and stockpiled. Location of mud tanks, reserve and berm pits, and soil stockpiles will be located as shown on the attachments.
- b. A blooie pit will be located 100' from the drill hole. A line will be placed on the surface from the center hole to the pit. The pit will not be lined, but will be fenced on four sides to protect livestock/wildlife.
- c. Access to the well pad will be as shown on Exhibit "B".
- d. Natural runoff will be diverted around the well pad.

10. Plans for Restoration of Surface

- All surface areas not required for producing operations will be graded to as near original condition as possible and contoured to maintain possible erosion to a minimum.
- b. Available topsoil will be stockpiled and will be evenly distributed over the disturbed areas and the area will be reseeded as prescribed by the landowner.
- c. Pits and any other area that would present a hazard to wildlife or livestock will be fenced off when the rig is released and removed.

11. Surface Ownership:

a. The wellsite and access road will be constructed on lands owned by Blake Liddell. The operator shall contact the landowner representative and the Division of Oil, Gas and mining 48 hours prior to beginning construction activities.

Landowner Contact Information:

Blake Liddell

1398 Fairgrounds Rd.

Price, Utah 84501

Phone: 435-637-9429

12. Other Information:

- a. The primary surface use is farming and grazing. The nearest dwelling is approximately 1200 feet to the east.
- b. Nearest live water is Unnamed Wash located 800' Southwest.
- c. If there is snow on the ground when construction begins, it will be removed before the soil is disturbed and piled downhill from the topsoil stockpile location.
- d. The backslope and foreslope will be constructed no steeper than 4:1.
- e. All equipment and vehicles will be confined to the access road and well pad.
- f. A complete copy of the approved Application for Permit to Drill (APD) including conditions and stipulations, shall be on the wellsite during construction and drilling operations

There will be no deviation from the proposed drilling and/or workover program without prior approval from the Division of Oil, Gas & Mining.

13. Company Representative

Jean Semborski Construction Supervisor ConocoPhillips Company 6825 S. 5300 W. P.O. Box 851 Price, Utah 84501 (435) 613-9777 Ext.21 (435) 820-9807

Mail Approved A.P.D. To:

Company Representative

Excavation Contractor

Larry Jensen, Vice President Nelco Contractors Inc. Vice President (435) 637-3495 (435) 636-5268

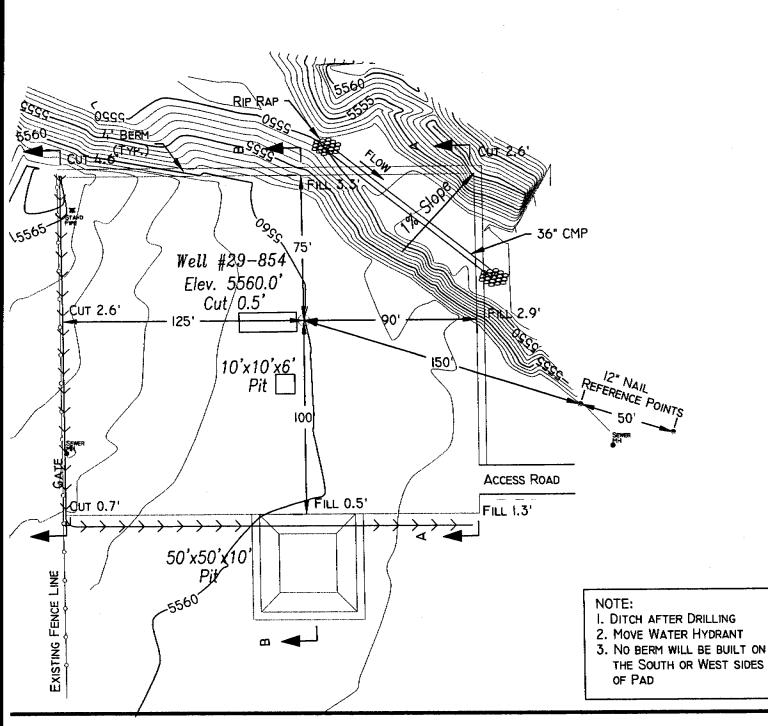
14. Certification

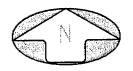
8/14/05 Date

I hereby certify that I, or persons under my direct supervision have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct, and that the work associated with the operations proposed herein will be performed by ConocoPhillips Company and its subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Jean Semborsk

Construction Supervisor ConocoPhillips Company







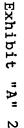
TALON RESOURCES, INC.

195 North 100 West P.O. Box 1230
Huntington, Utah 84528
Phone (435)687-5310 Fax (435)687-5311
E-Maii taloneetv.net

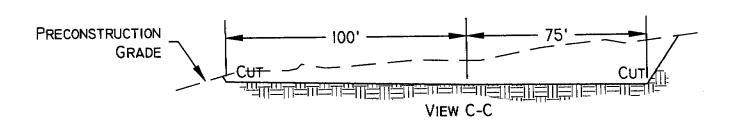
ConocoPhillips Company

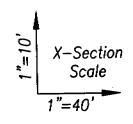
LOCATION LAYOUT Section 29, T14S, R10E, S.L.B.&M. WELL #79-854

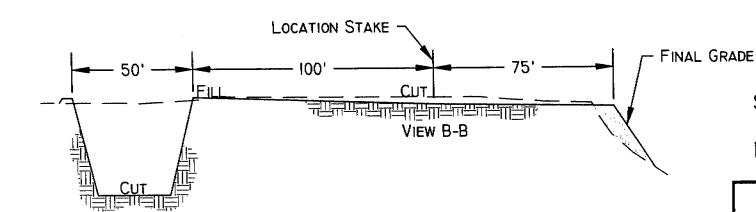
WELL #79-854				
Drown By: J. STANSFIELD	Checked By: L.W.J.			
Drawing No.	Dote: 08/05/04 Socie: 1" = 50'			
A-2				
Sheet 2 of 4	Job No. 1420			



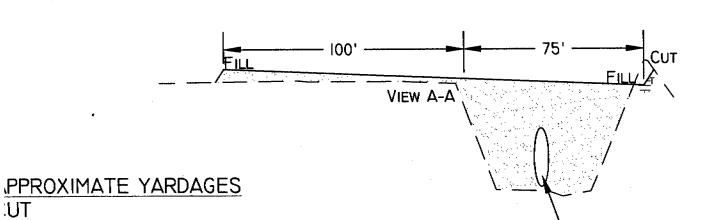
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SLOPE = 11/2:1(EXCEPT PIT) PIT SLOPE = 1; 1



36" CMP

UT

6")Topsoil Stripping = 750 Cu. Yds.

REMAINING LOCATION = 1,390 CU, YDS.

TOTAL CUT = 2,140 Cu. YDS. TOTAL FILL = 1,265 Cu. YDS.

Talon Resources, Inc.

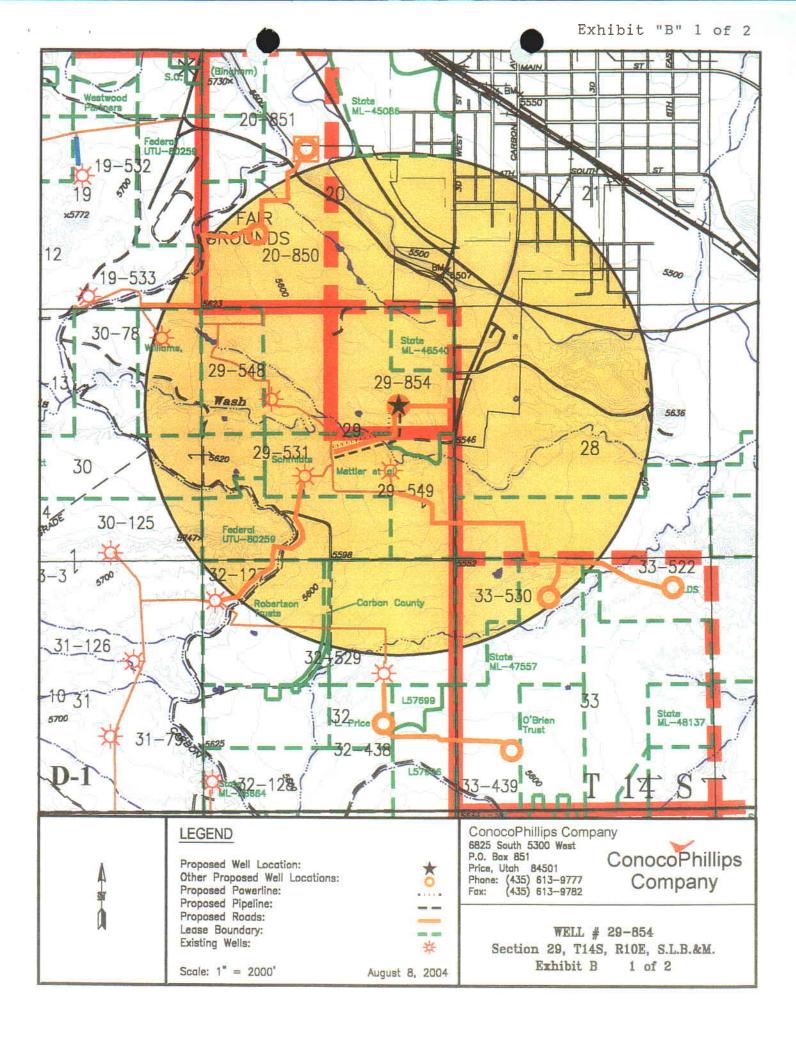
195 North 100 West P.O. Box 1230 Huntington, Utah 84528 Phone (435)687-5310 Fax (435)687-5311

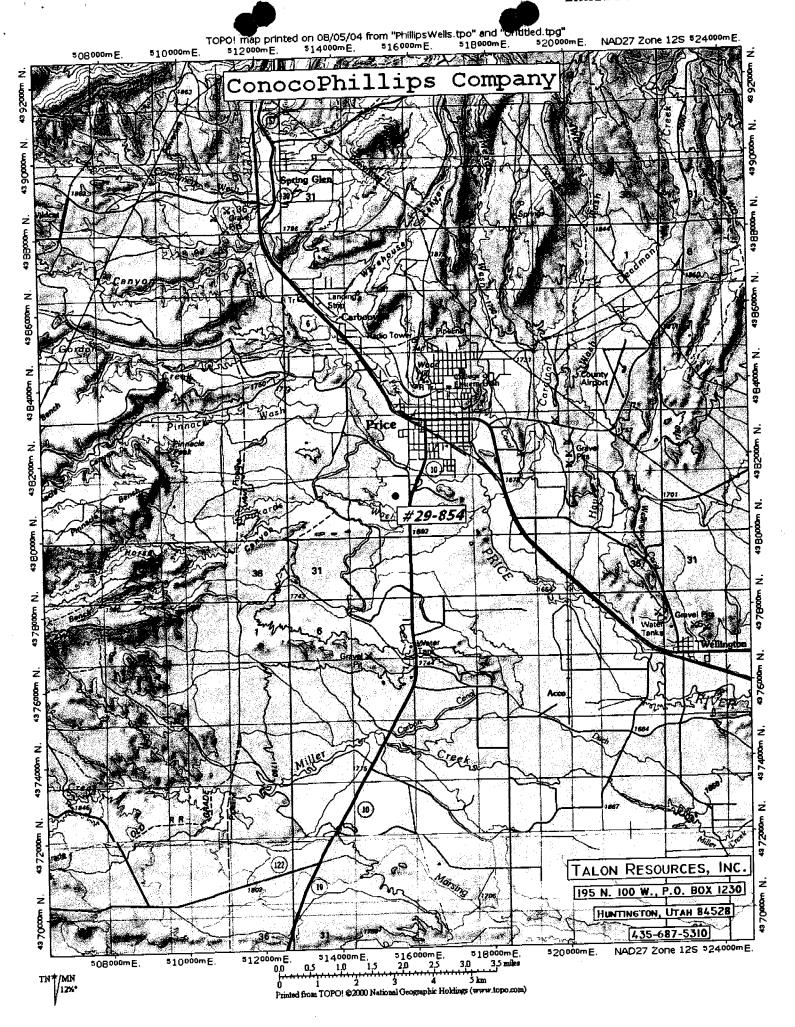
E-Mail talon-etv.net

Conoco Phillips Company

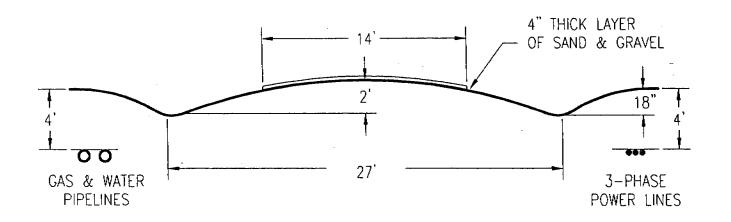
TYPICAL CROSS SECTION Section 29, T14S, R10E, S.L.B.&M. WELL #29-854

J. STANSFIELD	Checked By: L.W.J.		
Drawing No.	Date: 08/05/04 3colec 1" = 40'		
C-1			
Sheet 3 of 4	Job No. 1420		

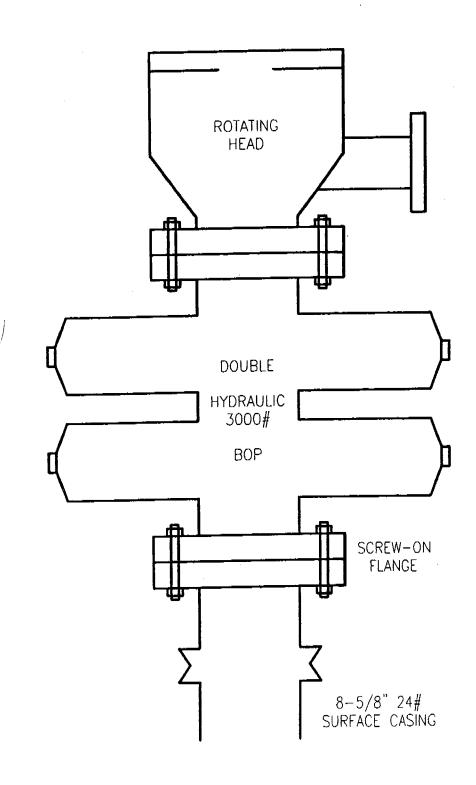




TYPICAL ROAD CROSS-SECTION



DIVERTER HEAD



2" 5M FLANGED CHOKE

2" 5M GATE VALVE (FLANGED)

5M STUDDED CROSS

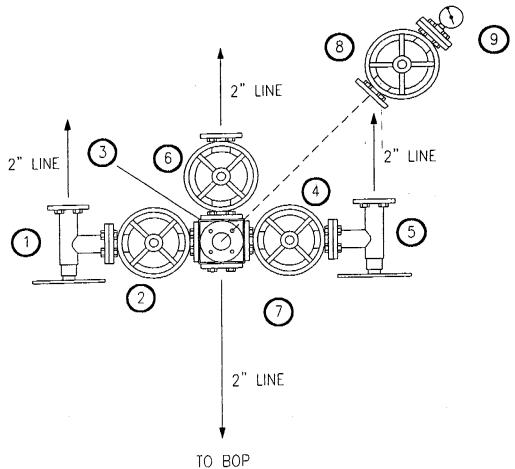
2" 5M GATE VALVE (FLANGED)
2" 5M FLANGED CHOKE
2" 5M GATE VALVE (FLANGED)

2" LINE

2" 5M GATE VALVE (FLANGED)

3000# GAUGE

NOTE: NUMBER 8 GATE VALVE SITS ON TOP OF MANIFOLD BETWEEN STUDDED CROSS AND 3000# GAUGE.



AND A NEW 2" BALL VALVE FULL OPEN 5000 PSI

MANIFOLD





(5/2002)



Bond No. 6196922 STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

				SURETY BO	ND	
KNOW ALL	MEN BY THE	SE PRESEN	NTS:		*	
That we (ope	erator name) _	CONOCO	PHILLIPS COM	PANY		as Principal,
and	. –					
(surety name and qualified) SAFECO 1 to do busines	INSURANCE ss in the Stat	COMPANY OF e of Utah, are he	AMERICA ld and firmly bound unt	o the State of Utah in the sum o	as Surety, duly authorized f:
lawful money benefit of the		States, paya for the faithf	able to the Direct	or of the Division of Oil.	**************************************	e State of Utan, for the use and
	اطاممت مستفسم	lugging and a	shandonment of s	a well or wells and resto	ncipal is or will be engaged in th ring the well site or sites in the S erewith for the following describe	tate of utan for the purposes of
<u> </u>	Blanket Bor	nd: T	o cover all wells	drilled in the State of U	tah	
	Individual 8					-
					Range:	
		C	County:		, Utah	
N TESTIMO	NV WHERE	: D-:				
officers and it	ls corporate o	r notary seal	to be affixed this	i	d has caused this instrument to	be signed by its duly authorized
fficers and it	ls corporate o	r notary seal	ipal has hereunto to be affixed this	. 20 <u>6</u> 2—.		
fficers and i	ls corporate o	Dec	to be affixed this	. 20 <u>6</u> 2—.	LLIPS COMPANY	
officers and in	s corporate o	Dec	to be affixed this		ELIPS COMPANY Principal (company name	e)
Soft	s corporate o	notary seal	to be affixed this	. 20 <u>6</u> 2—.	LLIPS COMPANY Principal (company name)
officers and in	s corporate o	notary seal	to be affixed this		ELIPS COMPANY Principal (company name	e)
Gorparate o	s corporate o	nere)	By	conocorni Dancs F Name (print)	ELIPS COMPANY Principal (company name To hes Title The Hougher	manayer
Gorparate o	s corporate o	nere) Date:	By	conocorni Dancs F Name (print)	Principal (company name 1 / U L / 2 S Title 7 - Hugher Signature	manayer
Corporate of testing the affixed to be affixed to	s corporate of day of from Notary Seal NY WHEREO	nere) Date:	By	conocorrib Conocorrib Name (print) Samuel Sinstrument to be signed 20 03	Principal (company name 1 / U L / 2 S Title 7 - Hugher Signature	manager Thanager and its corporate or notary seal
Corporate of the Attestee:	s corporate of day of from Notary Seal NY WHEREO	nere) Date: JANUARY	By	conocorrib Conocorrib Name (print) Samuel Sinstrument to be signed 20 03	Principal (company name Principal (company name Title Title Title Title Signature d by its duly authorized officers NSURANCE COMPANY OF AM arety Company (Attach Power of	manager Thanager and its corporate or notary seal
Corporate of the Attestee:	s corporate of	nere) Date: JANUARY	By a ままま	CONOCOPHI CONOCOPHI Aurica Name (print) Sanoar s instrument to be signed 20 03 SAFECO I Start Aurica TINA MARIE FOR	Principal (company name Principal (company name Title Title Title Title ACC Signature d by its duly authorized officers MSURANCE COMPANY OF AM JURIANCE COMPANY OF AM JURIANCE TITLE ATTORNEY Title MANAGE TITLE MA	end its corporate or notary seal
Corporate of 1ST	Is corporate or day of	notary seal Dec nere) Date:	By has caused this	CONOCOPHINA CONOC	Principal (company name Principal (company name Title Title Title Title AUGUST Signature d by its duly authorized officers in the principal	end its corporate or notary seal
Attestee: Attest	Is corporate or day of	notary seal Dec here) Date: JANUARY here)	By a ままま	CONOCOPHI CONOCOPHI Name (print) Sinstrument to be signed 20 03 SAFECO T SINA MARIE FOR Name (print) CI/O MARSH I Surety Mailing Addre	Principal (company name Principal (company name Title Title Title Title AUGUST Signature d by its duly authorized officers in the principal	end its corporate or notary seal

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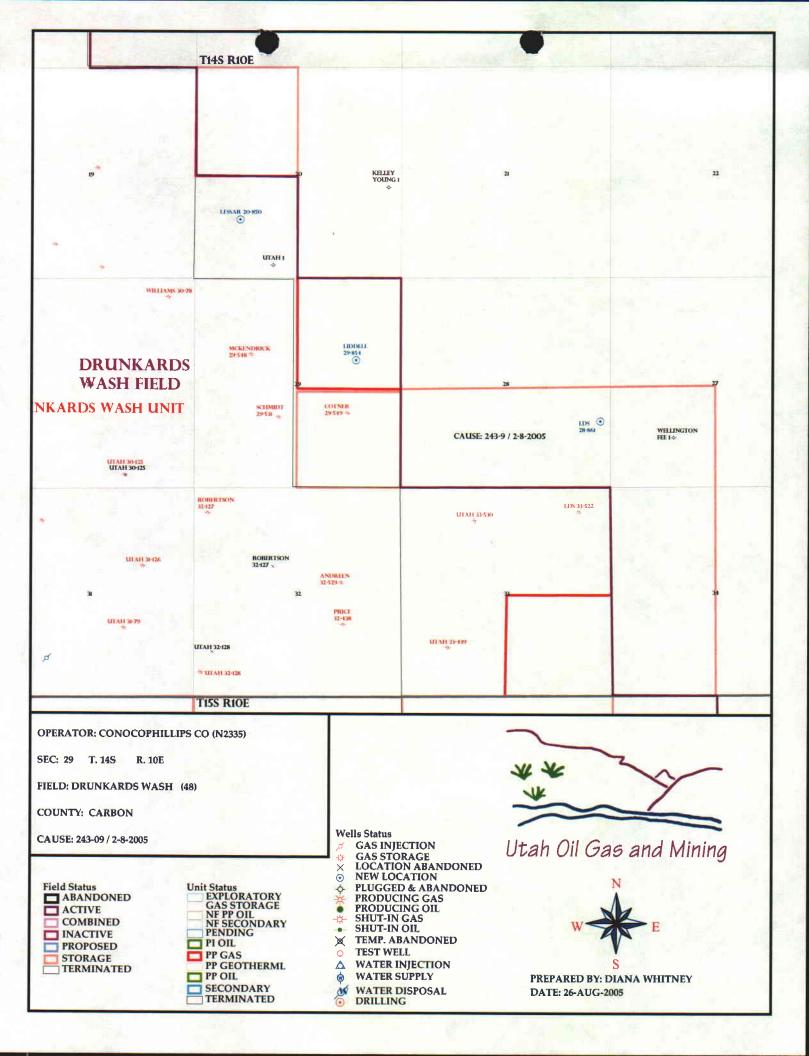
o be attached to Bond No. 6196922				issued by
AFECO INSURANCE COMPANY OF AMERICA				·
As Surety) in the amount of Eighty Thousand Dollars a	nd 00 Cents			*********
***************************************	*********	***********	******(\$80,000.0)
Pollars, effective the 1st	day of January		2003	
ON BEHALF OF CONOCOPHILLIPS COMPANY				
N FAVOR OF STATE OF UTAH	<u></u>			····
n consideration of the premium charged for the and the Surety that: THE BOND AMOUNT IS HEREBY INC. NE HUNDRED TWENTY THOUSAND DOLLARS AND NO/100**	REASED FROM THE	is mutually understoo ABOVE TO:	d and agreed by	the Principal
All other items, limitations and conditions of said	i bond except as	herein expressly mod	ified shall remai	n unchanged.
ligned, sealed and dated this the 23rd	day of January		, 2004	
Accepted:		BY Susan F. Sho Assistant Së SAFECO INSURANCE CO	cretary OMPANY OF AMERIC	Principal Surety ttorney-in-Fact
	- -	JOY M. WILLIAMS, '	A	поттеу-т-гаст

3ond 22a

G-2013/EP 8/90

PRINTED IN U.S.A.

APD RECEIVED: 08/24/2005	API NO. ASSIGNED: 43-007-31055		
WELL NAME: LIDDELL 29-854 OPERATOR: CONOCOPHILLIPS COMPANY (N2335) CONTACT: JEAN SEMBORSKI	PHONE NUMBER: 4	35-613-9777	
PROPOSED LOCATION: SENE 29 140S 100E SURFACE: 2084 FNL 1172 FEL BOTTOM: 2084 FNL 1172 FEL CARBON	INSPECT LOCATN BY: / /		
	Tech Review	Initials	Date
	Engineering	DRO	9/13/05
DRUNKARDS WASH (48)	Geology		
LEASE TYPE: 4 - Fee LEASE NUMBER: FEE	Surface		
SURFACE OWNER: 4 - Fee PROPOSED FORMATION: FRSD COALBED METHANE WELL? YES	LATITUDE: 39.58043 LONGITUDE: -110.8193		
Plat Plat Bond: Fed[] Ind[] Sta[] Fee[] (No.	LOCATION AND SITING: R649-2-3. UnitR649-3-2. GeneralSiting: 460 From Qtr/Qtr & 920' Between WellsR649-3-3. Exception Drilling UnitBoard Cause No: 243-09		
COMMENTS: Luds Prisit.	(8-14-2004)		
stipulations:	ENT OF BAS	NS	



DIVISION OF OIL, GAS AND MINING APPLICATION FOR PERMIT TO DRILL STATEMENT OF BASIS

OPERATOR:	ConocoPhillips Company	
WELL NAME & NUMBER:_	Liddell 29-854	
API NUMBER:	43-007-31055	1214
LOCATION: 1/4,1/4 SENE Se	c:29 TWP: 14 S RNG: 10 E 2084 FNL 1172 FEL	

Geology/Ground Water:

A silty, poorly permeable soil is developed on a thin veneer of Quaternary Slope Wash covering the Blue Gate Member of the Mancos Shale. No aquifers with high quality ground water are likely to be encountered. The proposed casing and cement program will adequately isolate any water-bearing strata. Many water rights have been filed within a mile of the location but not on any underground sources.

Reviewer: Christopher J. Kierst Date: August 31, 2005

Surface:

Proposed location is ~1.5 miles south of Price, Utah. Staked location lies west of Highway 10 on property owned by Blake Liddell. The immediate area surrounding the proposed well is agricultural, with industrial activities directly south of the property. All proposed new access for this well will be from the east on property owned by Blake Liddell. Approximately 800' of new access road will be built for this location. The direct area drains to the south into Drunkards wash then eastward eventually into the Price River, a year-round live water source ~2 miles east of the proposed location. The closest residential dwelling is approximately 1000' east of the proposed gas well. Approximately 7-10 residences are within 1320' of the proposed well. Access will be from the east. All proposed new access for this well will be on the same surface ownership as the well, Blake Liddell. The well and its access might have minor impacts to the closest residents primarily during drilling and completion activities, which will be within a 1 week time period. Daylight hour work will be the company policy on this well. Jean Semborski and Deanna Walker represented ConocoPhillips. Carbon County was invited but chose not to attend this on-site evaluation.

Reviewer: Mark L. Jones Date: August 30, 2004

Conditions of Approval/Application for Permit to Drill:

1. A synthetic liner with a minimum thickness of 12 mils shall be properly installed and maintained in the reserve pit.

ON-SITE PREDRILL EVALUATION Division of Oil, Gas and Mining

OPERATOR: ConocoPhillips Company

WELL NAME & NUMBER: Liddell 29-854

API NUMBER: 43-007-31055

LEASE: Fee FIELD/UNIT:

LOCATION: 1/4,1/4 SENE Sec: 29 TWP: 14S RNG: 10E 2084 FNL 1172 FEL

LEGAL WELL SITING: 460' from unit boundary and 920 from another well.

GPS COORD (UTM): X =515510 E; Y =4381009 N SURFACE OWNER: Blake Liddell.

PARTICIPANTS

M. Jones (DOGM), Jean Semborski and Deanna Walker (ConocoPhillips).

REGIONAL/LOCAL SETTING & TOPOGRAPHY

Proposed location is ~1.5 miles south of Price, Utah. Staked location lies west of Highway 10 on privately owned property. Property owner is Blake Liddell. The immediate area surrounding the proposed well is agricultural, with industrial activities directly south of the property. Access to this well will be along newly constructed ConocoPhillips gas field roads from the east off of UDOT and County maintained roads. Approximately 800' of new access road will be built for this location. The direct area drains to the south into Drunkards wash then eastward eventually into the Price River, a year-round live water source ~2 miles east of the proposed location.

SURFACE USE PLAN

CURRENT SURFACE USE: Agriculture activities.

PROPOSED SURFACE DISTURBANCE: 175' x 215' w/ 50' x 50' x 10' (excluded) pit.

LOCATION OF EXISTING WELLS WITHIN A 1-MILE RADIUS: 6 proposed, producing, and/or PA wells are within a 1-mile radius of the above proposed well.

LOCATION OF PRODUCTION FACILITIES AND PIPELINES: On location and along roadway.

SOURCE OF CONSTRUCTION MATERIAL: Obtained locally and trucked to site.

ANCILLARY FACILITIES: None anticipated.

WILL DRILLING AT THIS LOCATION GENERATE PUBLIC INTEREST OR CONCERNS? (EXPLAIN): The closest residential dwelling is approximately 1000' east of the proposed gas well. Approximately 7-10 residences are within 1320' of the proposed well. Access will be from the east. All proposed new access for this well will be on the same surface ownership as the well, Blake Liddell. The well and its access might have minor impacts to the closest residents primarily during drilling and completion activities, which will be within a 1 week time period. Daylight hour

work will be the company policy on this well.

WASTE MANAGEMENT PLAN:

Portable chemical toilets which will be emptied into the municipal waste treatment system; garbage cans on location will be emptied into centralized dumpsters which will be emptied into an approved landfill. Crude oil production is unlikely. Drilling fluid, completion / frac fluid and cuttings will be buried in the pit after evaporation and slashing the pit liner. Produced water will be gathered to the evaporation pit and eventually injected into the Navajo Sandstone via a salt water disposal well. Used oil from drilling operations and support is hauled to a used oil recycler and reused.

ENVIRONMENTAL PARAMETERS

AFFECTED FLOODPLAINS AND/OR WETLANDS: Dry washes run throughout the immediate area of the proposed well location.
FLORA/FAUNA: No vegetation will be affected, small game, rodents, fowl.
SOIL TYPE AND CHARACTERISTICS: Clay shale.
EROSION/SEDIMENTATION/STABILITY: Erosive upon disturbance.
PALEONTOLOGICAL POTENTIAL: None observed.
RESERVE PIT
CHARACTERISTICS: Dugout earthen, 50'x50'x10', exterior to location.
LINER REQUIREMENTS (Site Ranking Form attached): Liner required.
SURFACE RESTORATION/RECLAMATION PLAN
As per surface use agreement.
SURFACE AGREEMENT: In negotiation.
CULTURAL RESOURCES/ARCHAEOLOGY: In process by SencoPheonix.
OTHER OBSERVATIONS/COMMENTS
ATTACHMENTS
Photos of this location were taken and placed on file.

Mark L. Jones
DOGM REPRESENTATIVE

<u>August 18, 2004 / 11:15 am</u> DATE/TIME

Evaluation Ranking Criteria and Ranking Score For Reserve and Onsite Pit Liner Requirements

	Danking	_
Site-Specific Factors	Ranking	Site Ranking
Distance to Groundwater (feet) >200	0	
100 to 200	5	
75 to 100 25 to 75	10 15	
<25 or recharge area	20	0
Distance to Surf. Water (feet)	_	
>1000 300 to 1000	0 2	
200 to 300	10	
100 to 200 < 100	15 20	2
	20	<u>~_</u>
Distance to Nearest Municipal Well (feet)		
>5280	0	
1320 to 5280 500 to 1320	5 10	
<500	20	0
Distance to Other Wells (feet)		
>1320	0	
300 to 1320 <300	10 20	0
Native Soil Type Low permeability	0	
Mod. permeability	10	
High permeability	20	10
Fluid Type Air/mist	0	
Fresh Water	5	
TDS >5000 and <10000	10	
TDS >10000 or Oil Base Mud Fluid containing significant levels of	15	
hazardous constituents	20	0
Drill Cuttings		
Normal Rock	0	
Salt or detrimental	10	0
Annual Precipitation (inches) <10	0	
10 to 20	5	
>20	10	5
Affected Populations		
<10 10 to 30	0 6	
30 to 50	8	
>50	10	8
Presence of Nearby Utility Conduits		
Not Present	0	
Unknown Present	10	1.5
Present	15	15

Final Score ____40 (Level __I Sensitivity)

Sensitivity Level I = 20 or more; total containment is required, consider criteria for excluding pit use.

Sensitivity Level II = 15-19; lining is discretionary.

Sensitivity Level III = below 15; no specific lining is required.



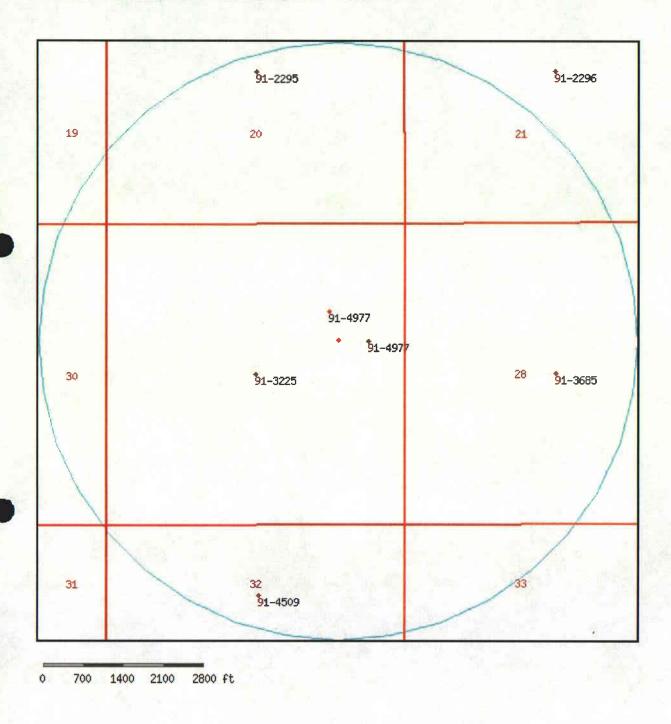


WRPLAT Program Output Listing

Version: 2004.12.30.00

Rundate: 08/31/2005 10:38 AM

Radius search of 5280 feet from a point S2084 W1172 from the NE corner, section 29, Township 14S, Range 10E, SL b&m Criteria:wrtypes=W,C,E podtypes=all status=U,A,P usetypes=all



Water Rights

WR Number	Diversion Type/Location	Well Log	Status	Priority	Uses	CFS .	ACFT	Owner Name
91-1159	Point to Point		P	18690000	S	0.000	0.000	CECIL WATERMAN
	0 0 21 14S 10E SL							73 NORTH 3RD EAST
91-1773	Point to Point		P	18690000	S	0.000	0.000	LAVELL & BESSIE STALEY
	0 0 21 14S 10E SL							309 SOUTH 700 EAST
91-2289	Point to Point		P	18690000	S	0.000	0.000	D. FERRON GARDNER
	0 0 20 14S 10E SL							CARBONVILLE UT
91-2290	Point to Point		P	18690000	S	0.000	0.000	MICHEL BACCA
	S450 W340 N4 20 14S 10E SL							UT
91-2291	Point to Point		P	18690000	S	0.000	0.000	WILLIAM M. & BEVER LEE GORISHEK
	0 0 20 14S 10E SL							PRICE UT 84501
91-2292	Point to Point		P	18690000	S	0.000	0.000	RAY BRUCE JENSEN
	0 0 20 14S 10E SL							UT
91-2293	Point to Point		P	18690000	S	0.000	0.000	JOHN JR. AND MARY KOSS
	0 0 20 14S 10E SL							364 SOUTH 3RD WEST
91-2294	Point to Point		P	18690000	S	0.000	0.000	FERDINAND H. GAGOSIAN
	0 0 20 14S 10E SL							3986 MT. OLYMPUS WAY
91-2295	Point to Point		P	18690000	S	0.000	0.000	SEVERINA GROSSO
	0 0 20 14S 10E SL							UT
91-2296	Point to Point		P	18690000	S	0.000	0.000	LOUIE F. AND IRENE IVIE
	N140 E910 SW 21 14S 10E SL							BOX 382
91-2297	Point to Point		P	18690000	S	0.000	0.000	THELMA M. JEWKES
	0 0 28 14S 10E SL							143 SOUTH 1ST EAST
91-2298	Point to Point		P	18690000	S	0.000	0.000	PETE & BETTY FRANDSEN
	0 0 28 14S 10E SL							TOOELE UT 84074

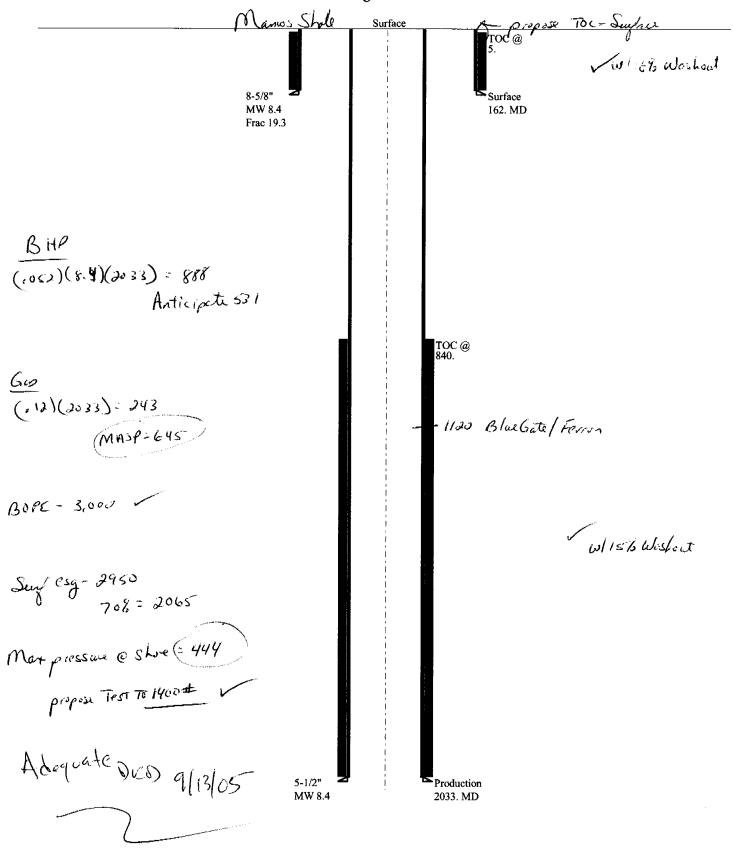
91-2299	Point to Point	P	18690000 S	0.000 0.000	CHARLES L. IDE
	0 0 28 14S 10E SL				UT
91-2300	Point to Point	P	18690000 S	0.000 0.000	MARY ELSIE YOUNG
	0 0 28 14S 10E SL				748 NORTH 1ST EAST
91-2301	Point to Point	P	18690000 S	0.000 0.000	LAVERNE ALLEY
	0 0 28 14S 10E SL				UT
91-3005	Point to Point	P	18690000 S	0.000 0.000	NELDON OLIVER
	0 0 28 14S 10E SL				BOX 734
91-3220	Point to Point	P	18690000 S	0.000 0.000	JOHN C. & PATRICIA FORRESTER
	0 0 29 14S 10E SL				UT
91-3221	Point to Point	P	18690000 S	0.000 0.000	SAM RUGGERI
	0 0 29 14S 10E SL				UT
91-3222	Point to Point	P	18690000 S	0.000 0.000	JOHN C. & PATRICIA FORRESTER
	0 0 29 14S 10E SL				UT
91-3223	Point to Point	P	18690000 S	$0.000\ 0.000$	JOHN A. MATHIS
	0 0 28 14S 10E SL				ROUTE #1
91-3224	Point to Point	P	18690000 S	$0.000\ 0.000$	SARAH MABEL CHIDESTER
	0 0 28 14S 10E SL				UT
91-3225	Point to Point	P	18690000 S	0.000 0.000	PETE FRANDSEN
	S610 W1490 E4 29 14S 10E SL				TOOELE UT 84074
91-3226	Point to Point	P	18690000 S	0.000 0.000	SIBIL JONES
	S610 E1490 W4 28 14S 10E SL				EMERY STAR ROUTE
91-3227	Point to Point	P	18690000 S	$0.000\ 0.000$	EDNA IDE
	0 0 28 14S 10E SL				265 NORTH 5TH WEST
91-3228	Point to Point	P	18690000 S	$0.000\ 0.000$	LDS CHURCH
	0 0 28 14S 10E SL				50 E. NORTH TEMPLE, 12TH FLOOR EAST

91-3685	Point to Point 0 0 28 14S 10E SL	P	18690000 S	0.000 0.000	NOAH POTTER 510 EAST 6TH SOUTH
91-4509	Surface	Α	19860630 IS	0.500 0.000	BETTY L. WILLIAMS
	S1240 E50 N4 32 14S 10E SL				RT. 3 BOX 112A
91-4977	Surface	Α	19950627 I	0.000 4.370	BLAKE LIDDELL
	S1550 E1300 N4 29 14S 10E SL				1398 SOUTH FAIRGROUNDS ROAD
91-4977	Surface	Α	19950627 I	0.000 4.370	BLAKE LIDDELL
	S2060 E1460 N4 29 14S 10E SL				1398 SOUTH FAIRGROUNDS ROAD
91-4977	Surface S2080 E1980 N4 29 14S 10E SL	A	19950627 I	0.000 4.370	BLAKE LIDDELL 1398 SOUTH FAIRGROUNDS ROAD

Natural Resources | Contact | Disclaimer | Privacy Policy | Accessibility Policy

9-05 ConocoPhillips Liddel 9-854

Casing Schematic



Well name:

09-05 ConocoPhillips Liddell 29-854

Operator:

ConocoPhillips

String type:

Location:

Surface

Carbon County

Project ID:

43-007-31055

Design parameters:

Collapse

Mud weight:

8.400 ppg

Design is based on evacuated pipe.

Minimum design factors:

Collapse:

Design factor 1.125 **Environment:**

H2S considered? Surface temperature:

75 °F 77 °F Bottom hole temperature: 1.40 °F/100ft Temperature gradient:

Minimum section length:

162 ft

5 ft

No

Burst: Design factor

Burst

Max anticipated surface

pressure: Internal gradient:

Calculated BHP

143 psi 0.120 psi/ft 162 psi

No backup mud specified.

Tension:

8 Round STC: 1.80 (J) 8 Round LTC: 1.80 (J) Buttress:

1.60 (J) Premium: 1.50 (J)

1.00

1.50 (B) Body yield:

Tension is based on buoyed weight. Neutral point: 142 ft

Cement top:

Completion type is subs Non-directional string.

Re subsequent strings:

Next setting depth: 2,033 ft Next mud weight: 8.400 ppg

Next setting BHP: Fracture mud wt: Fracture depth:

Injection pressure

887 psi 19.250 ppg 162 ft 162 psi

True Vert Run Segment Nominal End Measured Drift Internal Length Weight Seq Size Grade Finish Depth Depth Diameter Capacity (ft) (in) (lbs/ft) (ft) (ft) (in) (ft³) 1 162 8.625 24.00 J-55 ST&C 162 162 7.972 7.8 Run Collapse Collapse Collapse **Burst** Burst **Burst Tension** Tension Tension Load Strength Design Strength Seq Load Strength Design Design Load (psi) (psi) Factor (psi) (psi) Factor (Kips) (Kips) **Factor** 1 71 19.380 1370 2950 162 18.21 244 71.81 J

Prepared

Clinton Dworshak

Utah Div. of Oil & Mining

Phone: 801-538-5280 FAX: 801-359-3940

Date: September 6,2005 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 162 ft, a mud weight of 8.4 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Well name:

09-05 ConocoPhillips Liddell 29-854

Operator:

ConocoPhillips

String type:

Location:

Production

Carbon County

Project ID:

43-007-31055

Design parameters: Collapse

Mud weight:

Design is based on evacuated pipe.

Minimum design factors:

Collapse:

Design factor 1.125 **Environment:**

H2S considered?

No 75 °F

Surface temperature: Bottom hole temperature:

103 °F

Temperature gradient:

1.40 °F/100ft

Minimum section length: 1,500 ft

Burst:

Design factor

1.00

1.80 (J)

1.80 (J)

1.60 (J)

Cement top:

840 ft

Burst

Max anticipated surface

No backup mud specified.

pressure: Internal gradient: 643 psi

8.400 ppg

Calculated BHP

0.120 psi/ft

887 psi

Tension: 8 Round STC:

8 Round LTC:

Buttress: Premium:

Body yield:

1.50 (J) 1.50 (B)

Completion type is subs Non-directional string.

Tension is based on buoyed weight. Neutral point: 1.774 ft

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	2033	5.5	17.00	N-80	LT&C	2033	2033	4.767	70.1
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	887	6290	7.090	``887	``7740	8.72	30	348	11.54 J

Prepared

Clinton Dworshak

Utah Div. of Oil & Mining

Phone: 801-538-5280

FAX: 801-359-3940

Date: September 6,2005 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 2033 ft, a mud weight of 8.4 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kernler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Liddell 29-854 August 16, 2005 Page 2

The proposed well is located outside the Drunkards Wash Federal Unit and is more than 460° from the unit boundary. Based on the request of the surface owner, the proposed location, 1,172.28° FEL and 2,083.91° FNL in section 29, is inside the "spacing window" as defined by Cause Number 543-09. For this well, as shown on the APD Exhibit A, 1 of 3, ConocoPhillips Company is the only "owner" of record for all leased acreage within 460° of the proposed well bore. This location reflects the 160 acre spacing of the adjacent Drunkard's Wash Unit wells.

Please accept this letter as ConocoPhillips' written request for confidential treatment of all information contained in and pertaining to this permit application, if said information is eligible for such consideration.

Thank you very much for your timely consideration of this application. Please feel free to contact me if you have any questions.

Sincerely,

Jean Semborski

Construction Supervisor

Im Satordi

cc: Mr. Eric Jones, BLM, Moab, Utah

Mr. Gene Herrington, Texaco

Mr. John Lennon, Dominion Resources

Mr. Don Stephens, BLM, Price, Utah

Ms. Jane Strickland, ConocoPhillips

Mr. Kile Thompson, ConocoPhillips

Mr. Mark Jones, DOGM, Price, Utah

ConocoPhillips Well File

RECEIVED
AUG 2 9 2005

DIV. OF OIL, GAS & MINING



State of Utah

Department of Natural Resources

> MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

September 13, 2005

ConocoPhillips Company P O Box 851 Price, UT 84501

Re:

Liddell 29-854 Well, 2084' FNL, 1172' FEL, SE NE, Sec. 29, T. 14 South,

R. 10 East, Carbon County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-007-31055.

Sincerely,

Gil Hunt

Associate Director

il That

pab Enclosures

cc: Carbon County Assessor

Operator:	ConocoPhillips Company							
Well Name & Number	Liddell 29-854							
API Number:	er: 43-007-31055							
Lease:	Fee							
Location: <u>SE NE</u>	Sec. 29	T. <u>14 South</u>	R. 10 East					

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- 24 hours prior to cementing or testing casing
- 24 hours prior to testing blowout prevention equipment
- 24 hours prior to spudding the well
- within 24 hours of any emergency changes made to the approved drilling program
- prior to commencing operations to plug and abandon the well

The following are Division of Oil, Gas and Mining contacts and their work telephone numbers (please leave a voice mail message if the person is not available to take the call):

- Dan Jarvis at (801) 538-5338
- Carol Daniels at (801) 538-5284 (spud)

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)

Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Form 3160-5 UNIT (June 1990) DEPARTMEN' BUREAU OF L	FORM APPROVED Budget Rureau No. 1004-0135 Example: March 3. 1998	
Do not use this form for proposals to dril	ND REPORTS ON WELLS 1 or to deepen or reentry to a different reservoir. R PERMIT" for such proposals	5. Lease Designation and Serial No. Private 6. If Indian, Allottee or Tribe Name
SUBMIT I.	N TRIPLICATE	N/A 7. If Unit or CA, Agreement Designation
. Type of Well Gas	CONFIDENTIAL	Drunkards Wash UTU-67921X 8. Well Name and No.
2. Name of Operator ConocoPhillips		Liddell 29-854 9. API Well No. 43-007-31055
	. Box 851, Price, Utah 84501 (435) 613-9	
Location of Well (Footage, Sec., T., R., M., or Survey 2084 FNL, 1172' FEL		11. County or Parish, State
SE/NE, Sec. 29, T14S, R 2. CHECK APPROPRIATE BOX(s)	TO INDICATE NATURE OF NOTICE	Carbon County, Utah
TYPE OF SUBMISSION		YPE OF ACTION
Notice of Intent Subsequent Report Final Abandonment Notice	Online Notice Change of Name Recompletion Plugging Back Casing Repair Altering Casing Other Spud notice	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well Completion or
lirectionally drilled, give subsurface locations and measure. Please be advised that this well was	as spud on 11/3/2005 at 9:00 a.m. with	
		NOV 1 4 2005
4. I hereby certify that the foregoing is true and correct signed Lynnette Allred Title	Sr. Operations Assistant Date	November 9, 2005
This space for Federal or State office use) Approved by Title Conditions of approval, if any:	Date	

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

UNITED STATES DEPARTMENT OF THE INTERIOR

Form 3160-5 (June 1990)	DEPARTMEN'	ED STATES T OF THE INTERIOR AND MANAGEMENT		NF	FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993
	SUNDRY NOTICES A	ND REPORTS ON WELLS		Οī	5. Lease Designation and Serial No.
	Do not use this form for proposals to dril		servoir.		Private 6. If Indian, Allottee or Tribe Name N/A
	SUBMIT I	N TRIPLICATE			7. If Unit or CA, Agreement Designation
l. T <u>ype</u> of W	/ell		iaa B DS B		Drunkards Wash UTU-67921X 8. Well Name and No.
Oil	⚠ Gas □				Liddell 29-854
2. Name of	ConocoPhillips				9. API Well No.
3. Address at	nd Telephone No.	. Box 851, Price, Utah 84501 (4	35) 613-97	77	43-007-31055 10. Field and Pool, or Exploratory Area
4. Location of	of Well (Footage, Sec., T., R:, M., or Survey	Description)			Drunkards Wash
	2084 FNL, 1172' FEL				11. County or Parish, State
	SE/NE, Sec. 29, T14S, R	10E, SLB&M			Carbon County, Utah
12. C	CHECK APPROPRIATE BOX(s)	TO INDICATE NATURE OF	NOTICE,	REPOR	RT, OR OTHER DATA
	TYPE OF SUBMISSION		TYP	E OF AC	TION
Su Si	otice of Intent ubsequent Report inal Abandonment Notice Proposed or Completed Operations (Clearly drilled, give subsurface locations and measure Attached.			O O O O O O O O O O O O O O O O O O O	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well Completion or imated date of starting any proposed work. If well is o this work.)*
4. I hereby	certify that the foregoins is true and correct				NOV 1 4 2005 EM CF CM, cate a mining
		Sr. Operations Assistant	Date	Nove	mber 9, 2005
	or Federal or State office use)				
,	\sim	Date			
Approved by Conditions of	f approval, if any:	Date		·	· · · · · · · · · · · · · · · · · · ·

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



Daily Activity and Cost Summary LIDDELL 29-854

Į	API/UWI	Surface Legal Location	Field Name	BUJV	Latitude (DMS)	Longitude (DMS)
ı	430073105500	SEC 29-T14S-R10E	DRUNKARDS WASH	Lower 48 - MA	39° 34' 51" N	110° 49' 11" W
	Well Type	Well Configuration Type	Original KB Elevation (ft)	KB-Ground Distance (ft)	KB-CF (ft)	ConocoPhillips Wi (%)
1	Develonment					

Well Type)	Well Config	uration Type	Original K	B Elevation (ft)	KB-Ground Dis	tance (ft)	KB-CF (ft)		ConocoPhillips Wi (%)
Develoon	nent			<u> </u>		<u> </u>		<u> </u>		
Job Categ	gory		Primary Job	Туре	 	Secondary Job	Туре		Working In	terest (%)
DRILLING	G		Drilling Origi	inal						
Start Date	•		End Date			AFE Number			Total AFE	Amount
	11/3/200	5	1			W/	AR.UIN.S3	05	1	250,033.00
Objective)			<u></u>						
DRILL										
Summary	,									
Contracto	or				Rig Name/No		Rig Type			
PENSE E	BROS DRILLII	NG			9 LAND RIG					
Contracto	>г				Rig Name/No	Rig Type				
NABORS	B DRLG CO				11	l11				
Rpt No.	Start Date	End Date	Day Tot		Cum Cost				4hr Sum	
1.0 1	1/3/2005	11/4/2005	27,	,335.00	27,335.00	R/UP, SPUD S	SET COND	UCTOR, DR	ILL SURFAC	CE HOLE TO 355FT, SDF
2.0 1	1/4/2005	11/5/2005	12,	,980.00					IT, WOC, N	/UP BOP AND TEST,
3.0 1	1/5/2005	11/6/2005	21,	,345.00	61,660.00	DRILL 7 7/8IN	HOLE TO	1330FT,		-
4.0 1	1/6/2005	11/7/2005	7,	,220.00	68,880.00	O DRILL TO TD, TOOH, LOAD HOLE, LOG WELL				
5.0 1	1/7/2005	11/8/2005	1,	,090.00	69,970.00	MOVE ON LO	CATION A	ND R/UP W	ORKOVER F	RIG,
										

ConocoPhillips

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Daily Operations LIDDELL 29-854

Report Date - 11/3/2005 to 11/4/2005

O ACTIV		ne																	
Thr Foreca	ast D SET SURI	FACE	, CEME	NT, N/UP	вор									<u></u>	·				
ast 24hr S	ummary JD SET COM	אטטכ	TOR E	ORILL SUR	FACE H	HOLE TO 3	355FT,	, SDFN	N										
temarks																			
	NCIDENTS I	REPC		LAST 24H s LTI (days		IV.	Veathe	F				Temp	erature	(°F)		Wind			
ays RI (da	48.00		Day.		8.00							<u> </u>				<u> </u>			
Ime Log									· · · · · · · · · · · · · · · · · · ·						Comme	ent			
Time	Time	Du	ır (hrs)	Phase MIRU	MOVE	p Code	RUR	ib-Code	Р	Code	MO	VE ON,	R/UP						
)9:00)9:00	10:00	-		COND1	DRILL		DRL		Р		MUI	D EQUI	PMEN	Π,	3.05, HIT W		IAD TO V	VAIT C	DN .
10:00	11:00	+-	1.00	COND1	DRILL	•	WO		NP		WA	IT ON N	MUD E	QUIPN	MENT TO A	RRIVE			
11:00	13:00			COND1	DRILL		RUR		P		R/U	PMUD	EQUI	TOP H	r, MIX MUD OLE TO 571	FT			
13:00	14:00			COND1	DRILL		DRL		P		BIII	V IN AN	ID SE	CON	DUCTOR @	57FT, N	/UP BLO	UIE LI	NE
14:00 16:00	16:00 18:00	-		COND1 SURFAC	DRILL		DRL		P		DRI	LL 11IN	SUR	FACE	HOLE TO 3	55FT, SE	CURE W	ELL A	ND
18:00	00:00	+	6.00	SURFAC	DRILL		wo	ND	NP		WA	ITING	ON DA	YLIGH	T				
Mud Data																			
Гуре		Tem	p Botton	n Hole (°F)	Depth (f	tKB)	De	ensity	(lb/gal	1)	Fu	nnel Vis	scosity		PV Override				of/100ft²)
Filter Cake	(/32°)	рН			Pf (mL/n	-		lf (m∐r	mL)		İ	ınd (%)			Low Gravity	Solids (%	Oil Wat		
Gel 10 sec	: (lbf/100ft²)	Gel 1	l0 min (ii	bf/100ft²)	Gel 30 n	nin (ibf/100fi	t²) Li	ime (lb	/bbl)		M	ud Lost	to Hok	e (bbl)	Solids (%)		Oil wat	er rauc	
Support \		,	Va	sel Name							Note						Time		lime
	Гуре	-	Vex	5501 IVAII10														<u> </u>	
WEATHE	R														 				<u></u>
Time		1	Commer	nt															
Temperati	ure - High (°F	,	Tempera	ture - Low	(°F)	Visibility (m	niles)			elling (1	-				peed (knots)		Vind Direc		· · · · · · · · · · · · · · · · · · ·
Current S	peed (knots)		Current	Direction (°)	Wave Heigl			W	/ave Dir	ectio		el Offs		Period (s)		Well Helgi Heading		
Heave (ft)			Pit	ch (°)			Roll (°	') 				Vess		10 (IL)		703301			
Riser Ten	sion (kips)							<u> </u>											
Daily Co	ntacts				Job C	ontact										Positi	on		
SHIRLEY	LLOYD											, ·		Drilling	Supv				
	unt (POB)		"					—т		T	Т					_			· · · · · · · · · · · · · · · · · · ·
Carry Fwd?		C	Company			Тут	ре		Count	OT (hr	s) F	leg (hrs)	_ ,			Note			
False										<u>'</u>							.		
STOP C	ards Submit		mpany			No. Rpts	8							Comr	nent				
																	,		
	aloton.com				<u> </u>			·	Page	1/1				# III .		Re	port Prir	nted:	11/8/200

ConocoPhillips

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Daily Operations LIDDELL 29-854

Report Date - 11/4/2005 to 11/5/2005

Operation	s at Report Ti	me														
NO ACT	•															
24hr Fore																Ì
	L AND LOG			·		<u></u>										
DRILL S	Summary URFACE, RU	N CSG, CEM	ENT, WO	C, N/UI	BOP AND) TEST,								· · · · · ·		
Remarks NO HSE	INCIDENTS	REPORTED	LST 24HF	RS.												
Days Ri (s LTI (days		, i	Weather				Te	mperatur	e (°F)		Wind		
	49.00		4	9.00												
Time Lo			<u>.</u> .		0-0-4-	Op Sub	Cadal	Trbl Code				·	Соттеп			
71me 00:00	06:30	Dur (hrs) 6.50	Phase SURFAC		Op Code	WON		P		O ACT	TIVITY,			•		
06:30	07:00		SURFAC			SFTY		Р	[FTY M	ITG, DIS	CUSS F	RUNNING SU	RFACE	CSG, US	SING TAG
07:00	07:15	0.25	SURFAC	DRIL	L	DRLG	i	P	D	RILL 3	55FT - 4	20FT,				
07:15	07:45		SURFAC		Ĺ	TRIP		Р			HOLE, T					
07:45	08:30	0.75	SURFAC	CASI	NG	RNCS	3	P	4	10FT,	(17IN BE	LOW G				
08:30	09:30	1.00	SURFAC	CEM	ENT	CIRC		Р	V P V D	VORKI PUMP 3 V CEME DISPLA	NG ARO 80 BBLS ENT W/ 8 CE W/ 2	OUND S OF FRE 3% CAC 3BBLS	TERS,(DISCU UB, TEST PU ESH AHEAD, CL, .25#/SK O OF FRESH, O OD CEMENT T	MP AND MIX & PI F FLOCE CLOSE V	DLINES UMP 180 ELE, @ 1 /ALVE @	TO 1000PSI, DSX OF TYPE 15.8PPG,
09:30	13:30	4.00	SURFAC	CEM	ENT	woc		Р		VOC						
13:30	17:30	4.00	SURFAC	TRE	BOP	RURE		Р	В	REAK	LOOSE,	N/UP \	WELLHEAD A	ND BOF),	
17:30	18:30	1.00	SURFAC	TRE	ВОР	BOPE		Р	21	000PS	PIPE RAN II HIGH, / 30 MINI	TEST C	ND RAMS, MA SG 250PSI 5	MINUTE), 250PS ES LOW,	1 LOW, 500PSI
Mud Da	ta															
Туре		Temp Botton	n Hole (°F)	Depth (ftKB)	Der	nsity (i	b/gal)		Funne	l Viscosity	y (s/qt)	PV Override (d	p)	YP Over	ride (ibf/100ft²)
Filter Ca	ke (/32")	pН		Pf (m∐ı	mL)	Mf	(mL/ml	L)		Sand (%)		Low Gravity S	olids (%)	High Gr	avity Solids (%)
Gel 10 se	c (lbf/100ft²)	Gel 10 min (li	bf/100ft²)	Gel 30 r	nin (ibf/100f	lt²) Lim	e (lb/b	obl)		Mud L	ost to Hol	le (bbl)	Solids (%)		Oil Wate	r Ratio
Suppor	t Vessels								No					T #	ime	Time
	Туре	Ves	ssei Name						140	//e				<u> </u>		
WEATH Time	ER	Commen	t												•	
Tompore	ture - High (°F	Tompore	ture - Low	/°F\	Visibility (n	niles)		Ceiling	(ft)			Wind S	peed (knots)	W	nd Direct	ion (°)
rempera	rate - mign (r	Tempera	ICUIT - LOW	· · ·	Violonity (ii				, (,				,			
Current	Speed (knots)	Current I	Direction (°)	Wave Heigi	ht (ft)		Wave	Direct	tion (°)		Wave P	eriod (s)	Sw	rell Heigh	t (ft)
Heave (f	i)	Pito	ch (°)			Roll (°)				٧	essel Offs	set (ft)		Vessel H	leading (°	')
Riser Te	nsion (kips)															
Daily C	ontacts			Job C	ontact									Position	1	
SHIRLE	YLLOYD									-		Drilling	Supv			
	ount (POB)															
Carry Fwd?		Company			Тур	>8	0	ount OT	(hrs)	Reg (hi	s)			Note		
Faise																
STOP C	ards Submit				No. Rpts							Comm	nent .			
		Company			140.1502	-						00,1111				
www.b	eloton.com						Pa	ge 1/1						Repo	ort Print	ed: 11/8/2005



www.peloton.com

Daily Operations **LIDDELL 29-854**

Report Date - 11/5/2005 to 11/6/2005

Operation	s at Report T	ime										· · · · · ·					
NOACTI		· · · · · · · · · · · · · · · · · · ·										<u></u>					
RUN AN	D CEMENT I	LONGSTR	NG,	,								<u></u>		·			
	Summary 7/8IN HOLE	TO 1330F	г														
Remarks	770111110000	10 10001	•														
	INCIDENTS																
Days Ri (d			ays	LTI (day	•		Wea	ther				Temperat	ture (°F)		Wind		
	50.00				50.00							l		 	<u> </u>		
Time Lo	Time	Dur (hrs	· -	Phase		Op Code	10	p Sub-Co	de l T	rbi Code		·		Comme	rit .		
00:00	06:30			PROD1	DRI			OND	P		NO A	CTIVITY,	WAITN	ON DAYLIC			
06:30	07:00	0.	50 F	PROD1	DRI	LL	S	FTY	Р			MTG, DI		DRILLING O	UT SHO	E AND M	IAKING
07:00	08:00			PROD1	DRI			RLG	Р					380FT, DRIL			
08:00	12:00			PROD1	DRII			RLG	Р		FLUI	0 @ 1225	FT, SLO	HAMMER S WING PENE			G UP, HIT
12:00	13:00			PROD1	DRI			RIP	NF			н, то сн					
13:00	15:30			PROD1	DRII			RIP	NF		30FT	,		E BUTTONS	GONE),	TIH KEA	MLAST
15:30 17:45	17:45 18:00			PROD1	DKI	<u> </u>	- -	RLG	P			L 1330FT					
Mud Dat			20 1	KODI							CLL	MINOLE	a TOOF	13013			
MGG Dat	<u>4</u>											- to		·			
Туре		Temp Bott	om l					Densit		al)			ity (s/qt)	PV Override (•		тіde (lbf/100ft²)
Filter Cak		pH			Pf (mL			Mf (mL				d (%)		_	Solids (%)		avity Solids (%)
	: (lbf/100ft²)	Gel 10 min	(Ibf/	/100 ft²)	Gel 30	min (lbf/10	101t²)	Lime (I	b/bbl)		Mud	Lost to H	ole (bbl)	Solids (%)		Oil Wate	er Ratio
Support	Vessels Type		/0356	Name		— ——					Vote				T	me	Time
WEATHE	:R	1				L										1	
Time		Comm															
-	ure - High (°F)			re - Low		Visibility		•		Ceiling (ft	· 		Wind S	peed (knots)		nd Direct	
,	peed (knots)			rection (°)	Wave Hei			٧	Vave Dire	ction (eriod (s)		eil Heigh	
Heave (ft)		F	itch	(°)			Roll	(°)				Vessel Of	fset (ft)		Vessel H	eading (°)
	sion (kips)				·												
Daily Co	ntacts				.lob C	Contact		· · · · · · · · · · · · · · · · · · ·							Position		
SHIRLEY	LLOYD									, .,	-		Drilling	Supv			
	unt (POB)																
Carry Fwd?		Company	,		J	т	уре	1	Count	OT (hrs)	Reg	(bra)			Note		-
False							·									•	
STOP Ca	rds Submitt																
····		Company				No. Rr	ots				•		Comm	ent			
· · · · · · · · · · · · · · · · · · ·						L							***************************************				
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Report Printed: 11/8/2005



Daily Operations **LIDDELL 29-854**

Report Date - 11/6/2005 to 11/7/2005

NO AC		Гіте 															
	1/2 CSG AND	CEMEN	Т														
	nr Summary TO TD, TOO!	H, LOAD I	HOLE	E, LOG W	/ELL												
Remark														· · · · · · · · · · · · · · · · · · ·			
NO HS	E INCIDENTS	REPOR		LAST 24			Was	ather				T	perature (°F)		Wind		
Duyona	51.00		, a		51.00			aritai				1 4111	ibetatule (r)		AAILIG		
Time L	00													· · · · · · · · · · · · · · · · · · ·			
Time	Time	Dur (f		Phase	7	Op Code		p Sub-C		rbi Code				Comm	ent		
00:00 06:30	06:30			PROD1	DRI			VOND					ON DAYLIG				···
00.30	07:00		U.OU	ועטאין	DRI	ILL	3	FTY	P		EQUI			BLOWING O	FF HOLE	, WARM	I UP
07:00	08:00		1.00	PROD1	DRI	ILL	D	RLG	P			BLO	•	E , DRILL 158	35FT - 162	SFT, TE	@ 0800HRS
08:00	08:30		0.50	PROD1	DRI	ILL	C	IRC	P		CLEA	NH	OLE			·	
08:30	10:30			PROD1	DRI			RIP	Р					100FT AND			
10:30	11:00 12:30			PROD1		ALFM		FTY	P					ERS, R/UP LO			
11:00 12:30	13:30			PROD1	MO	ALFM		LOG MOB	P					S TD @ 1631 'E TO 861 LC		DELEA	er nic e
12.00	10.00		1.00	I KOBI	IVIC	V L	٦	IVIOD					, 11.06.05	E 10 001 LO	CATION,	KELEA	SE KIG @
Mud Da	ıta	l <u></u>															
Туре		Temp Bo	ottom	Hole (°F)	Depth	(ftKB)		Densi	ty (lb/g	al)	Funr	nei Vi	scosity (s/qt)	PV Override	(cp)	YP Ove	rride (lbf/100ft²)
Filter Ca	ke (/32")	рН			Pf (mL	/mL)		Mf (m	L/mL)		Sano	1 (%)		Low Gravity	Solids (%)	High Gr	avity Solids (%)
Gel 10 s	ec (lbf/100ft²)	Gel 10 m	in (lb	of/100ft²)	Gel 30	min (lbf/100	ft²)	Lime ((lb/bbl)		Mud	Lost	to Hole (bbl)	Solids (%)		Oil Wate	er Ratio
Suppor	t Vessels	· · · · · · · · · · · · · · · · · · ·						·						L		L	
	Туре	 	Ves	sel Name							Vote				71	me	Time
WEATH	ER																
Time		Com	ment	t T									· · · · · · · · · · · · · · · · · · ·				
Tempera	ture - High (°F) Tem	perat	ure - Low	(°F)	Visibility (miles)	C	eiling (ft)		Wind S	ipeed (knots)	Wii	nd Direct	ion (°)
Current :	Speed (knots)	Cum	ent D	irection (°)	Wave Heig	ht (ft	:)	V	Vave Dire	ction (°)	Wave I	Period (s)	Sw	ell Heigh	t (ft)
Heave (fi	t)		Pitc	h (°)			Roll	(°)				Vess	el Offset (ft)		Vessel H	eading (°	·)
Riser Te	nsion (kips)		L			· · · · · · · · · · · · · · · · · · ·	l								<u>.l</u>		· · · · · · · · · · · · · · · · · · ·
Daily Co	ontacts				Job C	Contact					,				Position		
	YLLOYD												Drilling	Supv			
Carry	ount (POB)			··		 -				т			 	· · · · · · · · · · · · · · · · · · ·			
Fwd?		Compa	ny			Туј	pe		Count	OT (hrs)	Reg (hrs)			Note		
False										<u> </u>	<u></u>						
SIUPC	ards Submit	Company				No. Rpts	<u>. </u>						Comm	and			
												-					



www.peloton.com

Daily Operations **LIDDELL 29-854**

Report Date - 11/7/2005 to 11/8/2005

•																	
NO ACTIV		me															
	AND CEM	ENT															
Last 24hr S	-	N AND D	// ID	WORKO	/ED D	10											
Remarks	LOCATIO	N AIND R	/UP	WORKOV	ERR	10,											
	NCIDENTS	REPOR	TED	LAST 24	HRS												
Days RI (da	iys)			/s LTI (day:	s)		Wea	ther				Temperat	ure (°F)	· · · · · · · · · · · · · · · · · · ·	Wind		
	52.00		<u> </u>		52.00								· · · · · · · · · · · · · · · · · · ·				
Time Log																	
Time 00:00	Time	Dur (f		Phase		Op Code		p Sub-Code		Code	VALATA		243// 101	Commen	1		
09:00	09:00 13:00			PROD1		SING SING		URD	P			ING ON I		AND PREP 1	O DUN	CSG C	EMENITEDS
03.00	15.00		4.00	PRODI	100	31113		UND	F					WN TILL NEX		030,0	CMENIERS
Mud Data		. L		L			L		L								
Туре		Temp Bo	ottom	1 Hole (°F)	Depth	(ftKB)		Density (lb/gai)	Funi	nel Viscosi	ty (s/qt)	PV Override (c	p)	YP Ove	rride (lbf/100ft²)
Filter Cake	(/32")	pН			Pf (mL	/mL)		Mf (mL/m	iL)		Sand	d (%)		Low Gravity Sc	olids (%)	High Gr	avity Solids (%)
Gel 10 sec ((lbf/100ft²)	Gel 10 m	in (lt	of/100ft²)	Gel 30	min (lbf/100	ft²)	Lime (lb/l	bbl)		Mud	Lost to He	ole (bbl)	Solids (%)		Oil Wate	er Ratio
Support V	essels	<u> </u>			Ĺ						_L					<u> </u>	
Ty	ре		Ves	sel Name							lote				Ţ	me	Time
WEATHER		Ĺ													ــــــــــــــــــــــــــــــــــــــ		
Time		Com	ment	t	<u> </u>												
Temperatur	re - High (°F)	Tem	perat	ture - Low	(°F)	Visibility (n	niles)	Ce	iling (ft))		Wind S	peed (knots)	Wi	nd Direct	ion (°)
Current Spe	ed (knots)	Curr	ent D	Direction (°))	Wave Heig	ht (ft)	Wa	ve Dire	ction ((°)	Wave P	eriod (s)	Sw	rell Heigh	it (ft)
Heave (ft)	·····		Pitc	:h (°)		1	Roll	(°)			· · · · · ·	Vessel Off	set (ft)		Vessel H	eading (°	')
Riser Tensi	on (kips)		<u> </u>			<u>-</u>			·						<u></u>		
Daily Cont	tects																
SHIRLEY L	LOVD				Job (Contact							Deilling	Sumi	Position		
Head Cour													Drilling	Supv			
Carry Fwd?	it (i OD/	·,									T						
Fwd?		Compa	ny			Тур	•		ount	OT (hrs)	Reg ((hrs)			Vote		
	ds Submitt										1	l		.			
OTOT CAR	Je Gabinita	Company				No. Rpts	I						Comm	ent			
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Report Printed: 11/8/2005

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

FILECUTY

ENTITY ACTION FORM

Operator:

ConocoPhillips

Operator Account Number: N 2335

Address:

6825 South 5300 West

city Price

state UT

zip 84501

Phone Number: (435) 613-9777

Well 1

API Number	Wel	l Name	QQ	Sec	Twp	Rng	County
4300731014	Lessar 20-850	,	NWSW	20	148	10E	CARBON
Action Code	Current Entity Number	New Entity Number	S	pud Da	te		ty Assignment fective Date
Α	99999	15041	10	0/31/200) 5	//	/17/05

New single well spud outside PA & inside of the Unit Boundary.

DKTA

CONFIDENTIAL

Well 2

0

API Number	Wel	l Name	QQ	Sec	Twp	Rng	County
4300731054	LDS 28-861		NESE	28	14S	10E	CARBON
Action Code	Current Entity Number	New Entity Number	s	pud Da	te		ty Assignment fective Date
Α	99999	15042	1	1/6/200	5	11)	17/05

Comments:

New single well spud outside PA & outside of the Unit Boundary.

CONFIDENTIAL

Well 3

L	API Number	Wel	l Name	QQ	Sec	Twp	Rng	County
	43007310 <i>55</i>	LIDDELL 29-854		SENE	29	148	10E	CARBON
	Action Code	Current Entity Number	New Entity Number	s	pud Da	te		ty Assignment fective Date
U	Α	99999	15043	1	1/3/200	5	11/1	7/05

New single well spud outside PA & outside of the Unit Boundary.

ACTION CODES:

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- Re-assign well from one existing entity to another existing entity
- Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

Name (Please Print)

Signature

Sr. Operations Assistant

Lynnette Alfred

11/9/2005

Date

(5/2000)

NOV 1 4 2005 E.W. OF DILL GAS & PRINTING

STATE OF UTAH IENT OF NATURAL RESOURCES

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	1 🐧		ΗN		_

AMENDED REPORT (highlight changes) FORM 8

		D				, GAS		MININ		MF	IDEN.	ΤΙΔ	5. L	ease de Privat	SIGN		ID SE	RIAL NUME	BER:
WELL	COM	PLET	ION	OR F	REC	OMPL	ETIC	N RE	POF	T AND	LOG			INDIAN	, ALLO	TTEE OR	TRIB	E NAME	•
1a. TYPE OF WELL:		Oil] ;	GAS WELL	Z	DRY		отн	ER			_			EEMENT		JTU-67	921X
b. TYPE OF WORK NEW WELL	HORIZ.	DE EN	EP-	1 ¦	RE- ENTRY		DIFF. RESVR.		ОТН	_{ER} Rec	ompletio r	+	8. W		ME and	NUMBE		710-07	<u> </u>
2. NAME OF OPERA	TOR:													PI NUME		\ <u></u>			
ConocoPh 3. ADDRESS OF OP		npany								PHONE	NUMBER:			43007		L, OR WI	LDCA	т	
P.O. Box 85		CI	™ Pri	се		STATE	UT	ZIP 845	01		5) 613-9	777		Drunk	card	s Was	h		
4. LOCATION OF WE	•		1701 [·C1									11.	QTR/QTI MERIDIA	R, SEC N:	TION, TO	WNSI	HIP, RANG	E,
AT SURFACE:					084'	FNI &	1172'	FFI					SE	ENE	29	T1-	4 '	IOE S	3
AT TOTAL DEPTH								-						COUNTY			13	STATE	UTAH
14. DATE SPUDDED 11/3/2005		DATE T.		HED:		TE COMPL		A	BANDON	ED 🗌	READY TO PE	RODUC		17. ELE	VATIO	ONS (DF,	RKB,	RT, GL):	
18. TOTAL DEPTH:	MD 1.63			19. PLUG			1.604		20. IF I	MULTIPLE CO	OMPLETIONS,	HOW	MANY? *	21. DE	PTH B	RIDGE	MD		
	TVD 1.6 3						1,604							Р	LUG S	ET:	T∨D		
22. TYPE ELECTRIC	AND OTHER	MECHAN	ICAL LO	GS RUN (Submit c	opy of each)			23.					v== [¬ .		4 1 - 1 - 1	
Dual Induction						np Der	sity, C	omp		WAS WEL	L CORED? RUN?		NO NO		YES [= `	•	it analysis) it report)	
Neutron Gar	nma Ray	, Cem	ent B	ond L	og.					DIRECTIO	NAL SURVEY	>	NO	_	YES	=		t copy)	
24. CASING AND LII	NER RECORD	(Report a	ill string:	s set in w	ell)														
HOLE SIZE	SIZE/GRAI	DE	WEIGHT	(#/ft.)	TOF	P (MD)	вотто	M (MD)		EMENTER EPTH	CEMENT TY NO. OF SA		SLUI VOLUM		CE	MENT TO	P **	AMOUNT	PULLED
15	12-3	(Cond	uctor		0	5	7											
11	8-5/8 J	-55	24	#		0	40	09			type V	120	1	8	su	rface	CIR		
7-7/8	5-1/2 N	-80	17	#		0	1,6	604			type v 🙇	80		4					
											STAN	180	2	:3	su	rface	CIR	<u> </u>	
															╀				
															<u> </u>				
25. TUBING RECOR		ET (41D)	Lover	ER SET (140)	SIZE		DEDTU	SET (MD)	I BACKE	R SET (MD)		SIZE	- 1	DEDT	I SET (MI	n I	PACKER S	SET (MD)
SIZE N/A	DEPTH S	EI (MD)	PACK	ER SEI (NID)	3120		DEFIN	SET (IND.	FACKE	C SET (IND)		SIZE		DEFTI	1021 (1411	"	PAOREN	JE1 (1910)
26. PRODUCING INT	ERVALS /	CRS.	$\overline{}$							27. PERFO	RATION RECO	ORD							
FORMATION I		TOP		вотто	OM (MD)	тор	(TVD)	вотто	M (TVD)	INTERVA	L (Top/Bot - M	D)	SIZE	NO. HC	LES	PEF	RFOR	ATION STA	TUS
(A) Ferron Co	al & Sar	1,1	32	1,	258	1,	132	1,2	58	1,132	1,2	258	.42	16	0	Open	<u>Z</u>	Squeezed	
(B)																Open		Squeezed	
(C)																Open [<u> </u>	Squeezed	
(D)																Open		Squeezed	
28. ACID, FRACTUR	E, TREATME	NT, CEME	NT SQU	EEZE, ET	c.														
DEPTH I	NTERVAL					_			АМ	OUNT AND T	YPE OF MATE	RIAL							
1132' - 1258	· · · · · · · · · · · · · · · · · · ·		San	dpack	of 19	8,260	lbs, 22	26 bb	s of g	el pad.						-			
			-					,									_		
29. ENCLOSED ATT	ACHMENTS:		<u> </u>													30.	WELL	STATUS:	
ELECTE	RICAL/MECHA			CEMENT	r verifi	CATION	=	GEOLOGI CORE AN			DST REPORT		DIREC	CTIONAL	SURV	EY	Pr	oduc	ing
								NTINUE			R	EC	ΕΙV	ED					

MAR 1 3 2006

-4	I A SPENSE	PRODUCTION

INTERVAL A (As shown in Item #26)

al Hallmerk	00011011					······································				
3/2/2006	RODUCED:	TEST DATE:		HOURS TESTE	D: 0	TEST PRODUCTION RATES: →	OIL – BBL:	GAS - MCF:	WATER - BBL	PROD. METHOD: pumping
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS				24 HR PRODUCTION RATES: →	OIL - BBL:	GAS - MCF: 707	WATER - BBL 1,722	
				IN'	TERVAL B (As sho	wn in item #26)		•		
DATE FIRST PF	RODUCED:	TEST DATE:		HOURS TESTE	D:	TEST PRODUCTION RATES: →	OIL - BBL:	GAS - MCF:	WATER - BBL	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS	S. API GRAV	TITY BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL - BBL:	GAS MCF:	WATER - BBL	INTERVAL STATUS
				IN'	TERVAL C (As sho	wn in item #26)		· · ·		
DATE FIRST PF	RODUCED:	TEST DATE:		HOURS TESTE	D:	TEST PRODUCTION RATES: →	OIL - BBL:	GAS - MCF:	WATER - BBL	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS	S. API GRAV	ITY BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL - BBL:	GAS MCF:	WATER - BBL	INTERVAL STATUS
· X	<u> </u>	<u> </u>		IN'	TERVAL D (As sho	wn in item #26)				
DATE FIRST PE	RODUCED:	TEST DATE:	:	HOURS TESTE	D:	TEST PRODUCTION RATES: →	OIL - BBL:	GAS - MCF:	WATER - BBL	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRES	S. API GRAV	/ITY BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL - BBL:	GAS - MCF:	WATER - BBL	INTERVAL STATUS
Sold 33. SUMMARY	ON OF GAS (Solo	NES (include A	quifers):		m tests isoluding d		4. FORMATION	(Log) MARKERS:		
Show all importa- lested, cushion	ant zones of poros used, time tool op	sity and contents en, flowing and	sthereof: Cored shut-in pressure	intervals and all drill-sters s and recoveries.	m tests, including de	apin interval				
Formati	ion	Top (MD)	Bottom (MD)	Descri	ptions, Contents, et	D.		Name		Top (Measured Depth)
- -										***

Formation	(MD)	(MD)	Descriptions, Contents, etc.	Name	(Measured Depth)
Blue Gate/Ferron	1,120	1,320	Coals and sandstones 1150' - 1320'		1,320
			CONFIDENTIAL		

35. ADDITIONAL REMARKS (Include plugging procedure)

NAME (PLEASE PRINT) Jim Weaver	TITLE	Uinta - Rockies Superientendent
		0.10.100.00
SIGNATURE James Wlawh	DATE	3/6/2006

This report must be submitted within 30 days of completing or plugging a new well

- drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth
- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests
- * ITEM 20: Show the number of completions if production is measured separately from two or more formations.

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records.

**ITEM 24: Cement Top - Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to:

Utah Division of Oil, Gas and Mining

1594 West North Temple, Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

Phone: 801-538-5340

801-359-3940 Fax:

(5/2000)